

Charity Registration No. 259626

Company Registration No. 00956100 (England and Wales)

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	S C Allsop G C Bowler I Dixon F P Galvin D J Guest J R Hillier G Howard G T Skellon P W Skellon S J Peach K A Whitmore J M Winderbank
Charity number	259626
Company number	00956100
Registered office	The Shippen 8 The Old Hall Court Yard Heath Wakefield West Yorkshire WF1 5ST
Independent examiner	Craig Stratford FCA Simpson Wood Limited Bank Chambers Market Street Huddersfield HD1 2EW
Bankers	Royal Bank of Scotland 1 Heaton Moor Road Heaton Chapel Stockport SK4 4LW
Solicitors	Molesworth Bright-Clegg Octagon House 25-27 Yorkshire Street Rochdale OL16 1RH

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

CONTENTS

	Page
Trustees report	1 - 3
Statement of trustees responsibilities	4
Independent examiner's report	5
Statement of financial activities	6
Balance sheet	7
Notes to the accounts	8 - 17

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 DECEMBER 2017

The trustees present their report and accounts for the year ended 31 December 2017.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, the Companies Act 2006 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005.

Objectives and activities

Objective and Policy

The objective of the Society is to encourage and promote public interest in the preservation of steam and other railway locomotives and rolling stock together with railway machinery and equipment.

The policy is:-

- a) to acquire and restore suitable railway locomotives and rolling stock, etc and display them to the public either as static or preferably working exhibits and
- b) to operate a museum and educational facility which displays and conserves the collection of smaller artefacts and explains to future generations the important part the railway industry has played in the industrial, social and economic development of this country.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

The Museum welcomed 15,761 visitors during the year, including 2,057 during the visit of "Flying Scotsman". This is an increase in visitor numbers of 993 compared to 2016. Our employees open the museum every day apart from Sunday, which is operated by volunteers. In addition volunteers are able to staff an opening of the learning coach at weekends, bank holidays and special events in order to provide greater reassurance that at least one Duty Officer will be available every day to open the museum and shop. In 2017 we increased the number of Duty Officers employed to four. Visitors to the Museum are able to see much of our collection of railway artefacts, and viewing of workshop activity is also possible.

During the year we have drawn down further amounts from the Heritage Lottery Fund grant awarded in 2013 for the restoration of 45596 Bahamas. The grant has also supported the work dedicated towards restoring our 1924 riding van and this vehicle, located at Ingrow station, has been refurbished as the Learning Coach. Work also continues on Bahamas at Tyseley, with the intention of returning the engine to steam in 2018. It is envisaged that 45596 will run on the main line so a support coach was acquired in 2015. Work on its restoration began in 2016 and we have contracted for the remaining work to be completed by late Summer 2018. The cost of this work will be met from our own resources.

Members are able to keep up to date with the Society's activities by way of a website and the Journal which is published in colour three or four times per year. Members are also encouraged to become involved in our activities and acquire the traditional skills associated with railway engineering and operation; we run new members' open days to encourage this.

The Museum continues to operate within the Museum Accreditation status given by the Arts Council. This recognizes our continued high standard in museum activities.

The Society's own fund for the restoration of 45596 Bahamas and the 1924 van decreased by £18,543 in 2017 and stood at £335,650 at 31st December 2017. This is as a result of project expenditure in the period exceeding donations, legacies and cash contributions from the HLF. Thanks are due to members for their continuing donations.

Coal Tank no. 1054 and Nunlow were in frequent operation on the Keighley and Worth Valley Railway in 2017. The well publicised problems of transporting our engines by road to and from Ingrow meant that the Coal Tank only visited one preserved railway - the Bluebell - during 2017.

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 DECEMBER 2017

Financial review

Reserves

The Balance Sheet shows the restricted and unrestricted funds of the Society at the year end and the prior year. Note 16 shows the movements on restricted funds. At the year end, unrestricted funds amounted to £142,449, but after taking account of amounts invested in fixed assets less fixed assets relating to restricted funds, the free reserves are £94,987, representing approximately 29 months' expenditure which the trustees feel is adequate.

Financial Risk Strategy

The Committee of Management regularly reviews the main areas of financial risk. These may be summarised as follows: -

- a) Insufficient funds to continue operations and complete projects.
- b) Unauthorised transactions.
- c) Failure to safeguard our assets.
- d) Failure to adhere to legislation or restrictions in whatever field.
- e) Liabilities are not identified and provision not made for them.

These risks are mitigated as follows:

The Committee meets regularly to oversee the Society's activities. Major expenditure has to be approved by the Committee and committee members (directors) have specific roles and duties. The Committee ensures that current projects have sufficient funds available on a regular basis from a variety of sources e.g. subscriptions, donations, Gift Aid, shop and museum income and grants. At present the company has no borrowings. Our assets are housed securely at Ingrow other than Bahamas which is securely stored at Tyseley. Items stored outside are secured and protected from the weather. A modern security system is in place and various insurance policies including public liability are in force. The Committee keeps up to date with legislation and regulations by contact with people in the preservation sphere, membership of various associations and by taking advice from recognised experts.

Plans for the future

Coal Tank no. 1054, Tiny and Nunlow have a busy itinerary planned for 2018 on our home railway and elsewhere. The work to complete the restoration of Bahamas, ready the support coach and finalise the 1924 van prior to its official opening will continue, as will fund raising under the "Steam's Last Blast Appeal" banner, to provide resources for on-going care. Tiny will take part in an event involving the Manchester City Council "Bee in the City" activity and the Leader of Manchester City Council will unveil a Bee headboard to remember its place in Manchester's industrial heritage and to acknowledge the White Rose award given for Manchester City Council's handling of the aftermath of the Manchester Arena bomb. In April there will be an event to celebrate Nunlow's 80th birthday involving representatives from Hope Cement Works, where the locomotive originally worked.

Structure, governance and management

The Bahamas Locomotive Society Limited is a company limited by guarantee, first registered in England as no. 956100 on 12 June 1969 and is governed by its Memorandum and Articles of Association. The company has also been registered as a Charity for Educational Purposes as no. 259626 since 10 August 1970.

The trustees, who are also the directors for the purpose of company law, and who served during the year were:

S C Allsop
G C Bowler
I Dixon
F P Galvin
D J Guest
J R Hillier
G Howard
G T Skellon

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2017

P W Skellon
S J Peach
K A Whitmore
J M Winderbank

A Committee of Management, currently consisting of twelve directors and trustees, holds monthly meetings to manage the activities of the Society. Details of the directors/trustees are included in the company information given on the first page of the financial statements.

A wholly owned subsidiary, Bahamas Loco Trading Limited, was formed in 1991 with a working capital of £5,000. This company is responsible for all trading activities such as locomotive hire, employment contracts, books and souvenir sales. Profits are transferred to the Society in return for free use of the Society's locomotives and other assets.

The Society is an organisation based on voluntary involvement. Fortunately, the Society is well supported by its friends and members and relies on volunteer labour wherever possible. Thanks again are due to the dedicated team who have operated the Museum and shop and cared for the Society's assets. A small number of paid staff are employed in customer-facing and audience development roles. Otherwise, neither Directors nor members receive any remuneration.

In 1973 the National Trust placed its "Coal Tank" locomotive no. 1054 in the long-term custody of the Society. The engine's last refurbishment was completed in 2012 with the aid of a grant from the Heritage Lottery Fund. The NT holds a donation from a Society member, originally of £20,000, reserved for future major overhauls of the locomotive.

The Society is currently restoring its flagship locomotive, 45596 Bahamas, with the aid of a Heritage Lottery Fund (HLF) grant.

Liquid assets are held in current and deposit accounts with the Charities Official Investment Fund and various high street banks.

The Society's base has been known as "Ingrow Loco - Museum and Workshop" on the Keighley and Worth Valley Railway (K&WVVR) in West Yorkshire where an ex Midland Railway goods warehouse has been converted into a workshop and museum with financial assistance from the HLF. The Ingrow site is being developed as 'Rail Story' and the Society will re-brand and develop its museum there to provide the "Engine Shed" component of the attraction.

Accountants

Accountants Simpson Wood will be considered for re-appointment at the forthcoming annual general meeting.

The trustees report was approved by the Board of Trustees.

K A Whitmore
Trustee
Dated: 23 May 2018

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

STATEMENT OF TRUSTEES RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2017

The trustees, who are also the directors of The Bahamas Locomotive Society Limited for the purpose of company law, are responsible for preparing the Trustees Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these accounts, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

I report on the accounts of the charity for the year ended 31 December 2017, which are set out on pages 6 to 17.

Respective responsibilities of trustees and examiner

The trustees, who are also the directors of The Bahamas Locomotive Society Limited for the purposes of company law, are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination being a qualified member of The Institute of Chartered Accountants in England and Wales.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility:

- (i) to examine the accounts under section 145 of the 2011 Act;
- (ii) to follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- (iii) to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
 - (i) to keep accounting records in accordance with section 386 of the Companies Act 2006; and
 - (ii) to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities;have not been met or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Craig Stratford FCA

Simpson Wood Limited
Chartered Accountants
Bank Chambers
Market Street
Huddersfield
HD1 2EW

Dated: 23 May 2018

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2017

	Notes	Unrestricted funds £	Restricted funds £	Total 2017 £	Total 2016 £
<u>Income from:</u>					
Voluntary activities	3	7,628	14,819	22,447	188,668
Charitable activities	4	-	185,556	185,556	139,203
Other trading activities	5	43,350	-	43,350	28,092
Investments	6	171	596	767	659
Total income		<u>51,149</u>	<u>200,971</u>	<u>252,120</u>	<u>356,622</u>
<u>Expenditure on:</u>					
Raising funds	7	1,389	-	1,389	2,558
Charitable activities	8	37,853	223,064	260,917	189,387
Total resources expended		<u>39,242</u>	<u>223,064</u>	<u>262,306</u>	<u>191,945</u>
Net income/(expenditure) for the year/ Net movement in funds		11,907	(22,093)	(10,186)	164,677
Fund balances at 1 January 2017		130,542	386,802	517,344	352,667
Fund balances at 31 December 2017		<u><u>142,449</u></u>	<u><u>364,709</u></u>	<u><u>507,158</u></u>	<u><u>517,344</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2017

	Notes	2017		2016	
		£	£	£	£
Fixed assets					
Tangible assets	11		114,543		84,012
Investments	12		5,000		5,000
			<u>119,543</u>		<u>89,012</u>
Current assets					
Debtors	14	73,627		36,954	
Cash at bank and in hand		351,765		398,682	
		<u>425,392</u>		<u>435,636</u>	
Creditors: amounts falling due within one year	15	(37,777)		(7,304)	
Net current assets			387,615		428,332
Total assets less current liabilities			<u>507,158</u>		<u>517,344</u>
Income funds					
Restricted funds	16		364,709		386,802
Unrestricted funds			142,449		130,542
			<u>507,158</u>		<u>517,344</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2017. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these accounts.

The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The accounts were approved by the Trustees on 23 May 2018

K A Whitmore
Trustee

Company Registration No. 00956100

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

1 Accounting policies

Charity information

The Bahamas Locomotive Society Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is The Shippen, 8 The Old Hall Court Yard, Heath, Wakefield, West Yorkshire, WF1 5ST.

1.1 Accounting convention

The accounts have been prepared under the historical cost convention, with the exception of investments which are included at market value.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the accounts, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the accounts.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales related taxes.

1.5 Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

1 Accounting policies

(Continued)

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Building improvements	Straight line over 25 years
Plant and machinery	Straight line over 20 years
Fixtures and equipment	10% on reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/(expenditure) for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, and bank overdrafts.

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

1 Accounting policies

(Continued)

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Taxation

The charity is exempt from corporation tax on its charitable activities.

1.12 Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when the funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

1.13 Grants

Capital grants received are treated as deferred income and as such are released to the profit and loss account over the same period of asset depreciation. In accordance with the Statement of Recommended Practice, all heritage grants are treated as income when receivable.

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Voluntary activities

	Unrestricted funds £	Restricted funds £	Total 2017 £	Total 2016 £
Donations and gifts	3,312	14,819	18,131	15,676
Legacies receivable	-	-	-	169,474
Membership fees	4,316	-	4,316	3,518
	<u>7,628</u>	<u>14,819</u>	<u>22,447</u>	<u>188,668</u>
For the year ended 31 December 2016	<u>4,942</u>	<u>183,726</u>		<u>188,668</u>

4 Charitable activities

	Grants £	2016 £
Grants receivable for core activities	<u>185,556</u>	<u>139,203</u>
Analysis by fund Restricted funds	<u>185,556</u>	<u>139,203</u>

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2017

5 Other trading activities

	Unrestricted funds £	Total 2016 £
Fundraising events	1,873	2,476
Admissions	20,292	17,725
Other income	21,185	7,891
	<u>43,350</u>	<u>28,092</u>

6 Investments

	Unrestricted funds £	Restricted funds £	Total 2017 £	Total 2016 £
Interest receivable	<u>171</u>	<u>596</u>	<u>767</u>	<u>659</u>
For the year ended 31 December 2016	<u>162</u>	<u>497</u>		<u>659</u>

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

7 Raising funds

	Unrestricted funds £	Total 2016 £
<u>Fundraising and publicity</u>		
General fundraising expenditure	1,389	2,558
	<u>1,389</u>	<u>2,558</u>

8 Charitable activities

	Charitable activities £	Governance costs £	Total 2017 £	Total 2016 £
Depreciation and impairment	10,037	-	10,037	10,037
Rent and rates	364	-	364	218
Insurance	9,126	-	9,126	7,789
Light, heat and power	2,738	-	2,738	2,781
Repairs to buildings and equipment	2,882	-	2,882	2,580
Locomotive and rolling stock maintenance	186,638	-	186,638	126,393
Postage and stationery	4,721	-	4,721	4,195
Telephone	461	-	461	243
Sundries	736	-	736	401
Bank charges	646	-	646	(1,035)
Legal and professional fees	165	-	165	1,245
Travel and subsistence	268	-	268	(93)
Outreach activities	40,860	-	40,860	33,358
	<u>259,642</u>	<u>-</u>	<u>259,642</u>	<u>188,112</u>
Governance costs	-	1,275	1,275	1,275
	<u>259,642</u>	<u>1,275</u>	<u>260,917</u>	<u>189,387</u>

The governance costs relate to the accountancy fees for both this year and the previous year.

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year and, aside from travel expenses, there were no trustees' expenses paid for the year (2016 - nil).

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

10 Employees

There were no employees during the year.

11 Tangible fixed assets

	Building improvements £	Plant and machinery £	Fixtures and equipment £	Total £
Cost				
At 1 January 2017	218,262	15,000	17,916	251,178
Additions	-	40,568	-	40,568
	<u>218,262</u>	<u>55,568</u>	<u>17,916</u>	<u>291,746</u>
At 31 December 2017	218,262	55,568	17,916	291,746
	<u>218,262</u>	<u>55,568</u>	<u>17,916</u>	<u>291,746</u>
Depreciation and impairment				
At 1 January 2017	152,757	1,500	12,909	167,166
Depreciation charged in the year	8,731	750	556	10,037
	<u>161,488</u>	<u>2,250</u>	<u>13,465</u>	<u>177,203</u>
At 31 December 2017	161,488	2,250	13,465	177,203
	<u>161,488</u>	<u>2,250</u>	<u>13,465</u>	<u>177,203</u>
Carrying amount				
At 31 December 2017	56,774	53,318	4,451	114,543
	<u>56,774</u>	<u>53,318</u>	<u>4,451</u>	<u>114,543</u>
At 31 December 2016	65,505	13,500	5,007	84,012
	<u>65,505</u>	<u>13,500</u>	<u>5,007</u>	<u>84,012</u>

12 Fixed asset investments

	Other investments £
Cost or valuation	
At 1 January 2017 & 31 December 2017	5,000
	<u>5,000</u>
Carrying amount	
At 31 December 2017	5,000
	<u>5,000</u>
At 31 December 2016	5,000
	<u>5,000</u>

	Notes	2017 £	2016 £
Other investments comprise:			
Investments in subsidiaries	19	5,000	5,000
		<u>5,000</u>	<u>5,000</u>

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

13 Financial instruments	2017	2016
	£	£
Carrying amount of financial assets		
Debt instruments measured at amortised cost	7,740	9,355
	<u> </u>	<u> </u>
Carrying amount of financial liabilities		
Measured at amortised cost	34,454	3,151
	<u> </u>	<u> </u>
14 Debtors	2017	2016
	£	£
Amounts falling due within one year:		
Trade debtors	552	395
Amounts due from subsidiary undertakings	5,240	8,644
Other debtors	10,076	2,744
Prepayments and accrued income	57,759	25,171
	<u> </u>	<u> </u>
	<u>73,627</u>	<u>36,954</u>
15 Creditors: amounts falling due within one year	2017	2016
	£	£
Deferred government grants	3,323	4,153
Trade creditors	31,771	283
Other creditors	-	247
Accruals and deferred income	2,683	2,621
	<u> </u>	<u> </u>
	<u>37,777</u>	<u>7,304</u>

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

16 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 January 2017 £	Movement in funds		Balance at 31 December 2017 £
		Incoming resources £	Resources expended £	
The Bahamas Appeal	354,193	200,971	(219,514)	335,650
Heritage Lottery Grant Fund:Museum	32,609	-	(3,550)	29,059
	<u>386,802</u>	<u>200,971</u>	<u>(223,064)</u>	<u>364,709</u>

The Bahamas Appeal is a specific fund for the restoration of the locomotive Bahamas and movements in funds are written off as incurred.

The Heritage Lottery Grant Fund:Museum is the balance of the proceeds from the Heritage Lottery Fund grant. The grant was provided to assist in the building of the society's museum. The fund is being written off in line with the life expectancy of the museum.

17 Analysis of net assets between funds

	Unrestricted £	Restricted £	Total £
Fund balances at 31 December 2017 are represented by:			
Tangible assets	47,462	67,081	114,543
Investments	5,000	-	5,000
Current assets and liabilities	89,987	297,628	387,615
	<u>142,449</u>	<u>364,709</u>	<u>507,158</u>

THE BAHAMAS LOCOMOTIVE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

18 Related party transactions

Transactions with related parties

During the year the charity entered into the following transactions with related parties:

Management charges of £20,615 (2016 - £7,563) were received from the subsidiary Bahamas Loco Trading Ltd. At the balance sheet date the amount due from the company was £5,240 (2016 - £8,644).

19 Subsidiaries

These financial statements are separate charity financial statements for The Bahamas Locomotive Society Limited.

Details of the charity's subsidiaries at 31 December 2017 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Bahamas Loco Trading Ltd.	England & Wales	To promote the trading activities of the Society.	Ordinary	100.00	

The aggregate capital and reserves and the result for the year of subsidiaries excluded from consolidation was as follows:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£	£
Bahamas Loco Trading Ltd.	-	8,232