

REGISTERED COMPANY NUMBER: 06707945 (England and Wales)
REGISTERED CHARITY NUMBER: 1127909

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31 DECEMBER 2018
FOR
AVIATION HERITAGE FOUNDATION LIMITED**



L M Griffiths & Co Limited
Chartered Certified Accountants
1&2 Merlins Court
Winch Lane
Haverfordwest
Pembrokeshire
SA61 1SB

AVIATION HERITAGE FOUNDATION LIMITED

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for the Year Ended 31 December 2018

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AVIATION HERITAGE FOUNDATION LIMITED

REPORT OF THE TRUSTEES for the Year Ended 31 December 2018

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2018. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity's objectives are to advance the education of the public in national aviation history by the establishment and maintenance of a museum.

The Trustees confirm that they have complied with the duty of section 4 of the Charities Act 2006 to have due regard to public benefit guidance published by the Charity Commission. This guidance has been referred to when reviewing the Charity's aims and objectives and in planning future activities.

The charity aims to meet its objects by operating a working aviation museum in order to restore, preserve, maintain and display historic and classical aircraft and associated memorabilia to the public and to provide a venue for lectures, seminars and practical workshops on aviation history and development. To do this the charity will involve students of technical colleges and aviation engineers for the preservation work and to seek assistance of members of the public in general and schools in particular.

The charity has established a good working relationship with the Civil Aviation Authority and the Light Aircraft Association who would be involved in monitoring the preservation work and certifying the flying machines.

The public will be participating in this unique experience either by assisting directly with the project or having the option to visit the centre and flying displays.

Volunteers

The charity shops and museum are manned by volunteers. The value of any voluntary help is not included in the accounts.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The charity successfully applied for planning permission for a portacabin on Withybush Airfield, Haverfordwest. This portacabin was donated by Pembrokeshire County Council in order to help realise the charity's objectives. This facility was initially used as a workshop for restoration work with the intention of eventually converting it into a museum to house items of aviation interest. The conversion work began in the year to 31st December 2010 and the Welsh Spitfire Museum was officially opened on 27th May 2011.

A shop has been in operation since October 2008, manned by volunteers, to sell Spitfire related memorabilia as well as donated goods. A second shop was opened in August 2014. The opening of these shops has raised the profile of the charity and many donations were received thus making it a focal point for the charity's activities. In October 2015 many of the exhibits of the museum have been moved to the shop in Haverfordwest and this museum has become an attraction in the town to tourists and local people, further raising the profile of the charity whilst providing enjoyment to the public.

FINANCIAL REVIEW

Reserves policy

The results for the year and financial position of the charity for the period ending 31 December 2018 are shown in the annexed financial statements. At the balance sheet date, there were reserves of £25,076 (2017 - £18,294).

The charity is reliant upon the support of trustees and continued donations without which it would be unable to continue in existence.

It is currently the policy of the charity to maintain reserves at a level which equates to at least six months expenditure in order that the charity can continue to function if income from current sources declines. This will enable the charity to identify other sources of funding.

All reserves have been classified as unrestricted reserves.

AVIATION HERITAGE FOUNDATION LIMITED

REPORT OF THE TRUSTEES for the Year Ended 31 December 2018

FUTURE PLANS

It is still hoped to carry out further restoration work on the Spitfire held in the museum. The Charity has now established a collection of over 10,000 books and magazines on military history and these will be indexed and form the basis of a reference library.

It also remains the intention to establish more shops in the county and to expand the sale of related memorabilia via a website which continues to be developed.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Aviation Heritage Foundation Limited charity was incorporated on 25th September 2008 under the Companies Act 2006 as a private company limited by guarantee (Company Number 06707945). It was also registered as a charity on 4th February 2009 with the Charity Commission for England and Wales (Charity Number 1127909). It is governed by its memorandum and articles amended by resolution on 29 January 2009.

Recruitment and appointment of new trustees

The Trustees welcome new trustees or members who can assist with the development of the company. New appointees receive support and guidance from their fellow trustees.

Risk management

The Trustees have considered the major risks facing the charity. They are confident that appropriate risk handling procedures are in place following discussions with the Aerodrome Inspector. The trustees aim is to review risk management at least annually and particularly to cover all aspects of work carried out within the confines of the airfield.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

06707945 (England and Wales)

Registered Charity number

1127909

Registered office

16 Bridge Street
Haverfordwest
Pembrokeshire
SA61 2AD

Trustees

Mr R Burgess
Ms R H Burgess
Mr L Pyle
Mrs P T Dennis

Company Secretary

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 11 September 2019 and signed on its behalf by:



Mr R Burgess - Trustee

AVIATION HERITAGE FOUNDATION LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES
for the Year Ended 31 December 2018**

	Notes	2018 Unrestricted fund £	2017 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies		26,673	21,015
Other income		255	1,688
Total		26,928	22,703
 EXPENDITURE ON			
Raising funds		789	2,292
Charitable activities			
Charitable activities		19,357	17,512
Total		20,146	19,804
 NET INCOME		6,782	2,899
 RECONCILIATION OF FUNDS			
Total funds brought forward		18,294	15,395
 TOTAL FUNDS CARRIED FORWARD		25,076	18,294

The notes form part of these financial statements

AVIATION HERITAGE FOUNDATION LIMITED

**BALANCE SHEET
At 31 December 2018**

		2018	2017
		Unrestricted	Total
		fund	funds
	Notes	£	£
FIXED ASSETS			
Tangible assets	5	10,310	11,800
CURRENT ASSETS			
Stocks	6	200	200
Debtors	7	483	477
Cash at bank		15,927	7,553
		<u>16,610</u>	<u>8,230</u>
CREDITORS			
Amounts falling due within one year	8	(1,844)	(1,736)
		<u>14,766</u>	<u>6,494</u>
NET CURRENT ASSETS			
		<u>14,766</u>	<u>6,494</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>25,076</u>	<u>18,294</u>
NET ASSETS		<u>25,076</u>	<u>18,294</u>
FUNDS	9		
Unrestricted funds		25,076	18,294
TOTAL FUNDS		<u>25,076</u>	<u>18,294</u>

The notes form part of these financial statements

AVIATION HERITAGE FOUNDATION LIMITED

BALANCE SHEET - CONTINUED

At 31 December 2018

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2018 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each 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 charitable company.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees on 11 September 2019 and were signed on its behalf by:

A handwritten signature in black ink, appearing to be 'R Burgess', written in a cursive style.

Mr R Burgess -Trustee

The notes form part of these financial statements

AVIATION HERITAGE FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

for the Year Ended 31 December 2018

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The charity is dependent upon the level of donations received. The directors are unaware of any material uncertainties in making their assessment of going concern. As a result they have adopted the going concern basis of accounting.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. 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.

Tangible fixed assets

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

Improvements to property	- 10% on reducing balance
Plant and machinery	- 15% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

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

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 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.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Revenue recognition

The company's turnover represents the sale of goods alongside donations received from the general public. The company recognises the revenue as soon as the customer has purchased the goods from the shop or made the donation.

AVIATION HERITAGE FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 December 2018

2. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2018	2017
	£	£
Depreciation - owned assets	1,490	1,629
Rent	<u>3,912</u>	<u>3,900</u>

3. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2018 nor for the year ended 31 December 2017.

Trustees' expenses

There were no trustee's expenses paid during the year (2017 - £230)

4. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	21,015
Other income	<u>1,688</u>
Total	<u>22,703</u>
 EXPENDITURE ON	
Raising funds	2,292
Charitable activities	
Charitable activities	<u>17,512</u>
Total	<u>19,804</u>
 NET INCOME	<u>2,899</u>
 RECONCILIATION OF FUNDS	
Total funds brought forward	15,395
 TOTAL FUNDS CARRIED FORWARD	<u><u>18,294</u></u>

AVIATION HERITAGE FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 December 2018

5. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Totals £
COST			
At 1 January 2018 and 31 December 2018	<u>15,052</u>	<u>12,277</u>	<u>27,329</u>
DEPRECIATION			
At 1 January 2018	8,116	7,413	15,529
Charge for year	<u>694</u>	<u>796</u>	<u>1,490</u>
At 31 December 2018	<u>8,810</u>	<u>8,209</u>	<u>17,019</u>
NET BOOK VALUE			
At 31 December 2018	<u>6,242</u>	<u>4,068</u>	<u>10,310</u>
At 31 December 2017	<u>6,936</u>	<u>4,864</u>	<u>11,800</u>

6. STOCKS

	2018 £	2017 £
Stocks	<u>200</u>	<u>200</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Prepayments and accrued income	<u>483</u>	<u>477</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Accrued expenses	1,844	1,735
Amount due to Ray Burgess	-	1
	<u>1,844</u>	<u>1,736</u>

9. MOVEMENT IN FUNDS

	At 1.1.18 £	Net movement in funds £	At 31.12.18 £
Unrestricted funds			
General fund	18,294	6,782	25,076
TOTAL FUNDS	<u>18,294</u>	<u>6,782</u>	<u>25,076</u>

AVIATION HERITAGE FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 December 2018

9. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	26,928	(20,146)	6,782
TOTAL FUNDS	<u>26,928</u>	<u>(20,146)</u>	<u>6,782</u>

Comparatives for movement in funds

	At 1.1.17 £	Net movement in funds £	At 31.12.17 £
Unrestricted Funds			
General fund	15,395	2,899	18,294
TOTAL FUNDS	<u>15,395</u>	<u>2,899</u>	<u>18,294</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	22,703	(19,804)	2,899
TOTAL FUNDS	<u>22,703</u>	<u>(19,804)</u>	<u>2,899</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.17 £	Net movement in funds £	At 31.12.18 £
Unrestricted funds			
General fund	15,395	9,681	25,076
TOTAL FUNDS	<u>15,395</u>	<u>9,681</u>	<u>25,076</u>

AVIATION HERITAGE FOUNDATION LIMITED
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 December 2018

9. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	49,631	(39,950)	9,681
TOTAL FUNDS	<u>49,631</u>	<u>(39,950)</u>	<u>9,681</u>

10. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2018.

AVIATION HERITAGE FOUNDATION LIMITED
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the Year Ended 31 December 2018

	2018 £	2017 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations and sale of donated goods	26,673	21,015
Other income		
Recharges	255	1,688
Total incoming resources	26,928	22,703
EXPENDITURE		
Raising donations and legacies		
Purchases	342	462
Promotion - museum open day	-	172
Advertising	447	1,658
	789	2,292
Charitable activities		
Rent	1,500	1,500
Rates and water	-	153
Light and heat	-	86
Improvements to property depreciation	694	771
Plant and machinery depreciation	796	858
	2,990	3,368
Support costs		
Other		
Rent	2,412	2,400
Rates and water	236	209
Insurance	638	784
Light and heat	5,935	5,926
Telephone	1,359	1,336
Postage and stationery	98	499
Sundries	138	-
Repairs and renewals	169	311
Motor and travel	-	230
Computer expenses	95	245
Volunteer welfare	256	273
Accountancy	990	960
Bank charges	910	898
Professional fees	75	73
Property repairs	3,056	-
	16,367	14,144

This page does not form part of the statutory financial statements

AVIATION HERITAGE FOUNDATION LIMITED
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the Year Ended 31 December 2018

	2018 £	2017 £
Total resources expended	20,146	19,804
Net income	<u>6,782</u>	<u>2,899</u>

This page does not form part of the statutory financial statements