

GREATER MANCHESTER TRANSPORT SOCIETY
(a company limited by guarantee)

UNAUDITED FINANCIAL STATEMENTS

31 MARCH 2021

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Company registration number: 3169301
Charity registration number: 509772R

GREATER MANCHESTER TRANSPORT SOCIETY**COMPANY INFORMATION****Reference and administrative information**

Charity name: Greater Manchester Transport Society

Charity registration number: 509772R

Company registration number: 3169301- The company is limited by guarantee

Registered office and operational address: Museum of Transport
Boyle Street
Manchester
M8 8UW

Board of Management (Directors)

D J Talbot (Chairman)
A M D Anderson
J S Crankshaw
R Dowson
C Jarman
R Jarvis
C Lonergan
K W Platt
J H A Pollock
A Stephenson
C P C Williams
P F Wotton

Independent Examiner

Wheawill & Sudworth Limited
Chartered Accountants
35 Westgate
Huddersfield
HD1 1PA

Bankers

HSBC Bank plc
109 Union Street
Oldham
OL1 1RT

GREATER MANCHESTER TRANSPORT SOCIETY

DIRECTORS' REPORT

The directors present their report and unaudited financial statements of the charitable company for the year ended 31 March 2021. The directors have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the report and financial statements of the charitable company.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charitable company's governing document, the Charities Act 2011 and 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 published on 16 July 2014 (as amended by Update Bulletin 1 published on 2 February 2016).

Directors (Trustees)

The directors of the charitable company are the Trustees for the purposes of charity law. The Trustees who have served during the year and since the year end were as follows:

D J Talbot (Chairman)
 A M D Anderson (appointed 13 November 2020)
 J S Crankshaw
 R Dowson
 C Jarman
 R Jarvis
 B Lomas (resigned 5 November 2020)
 C Lonergan
 K W Platt
 J H A Pollock
 A Stephenson
 C P C Williams
 P F Wotton

Structure, governance and management

Governing document:

The organisation is a charitable company limited by guarantee, incorporated on 7 March 1996 and registered as a charity. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £10.

Recruitment and appointment of board members:

The board members are also directors of the company for the purposes of company law and under the company's Articles. Under the requirements of the Memorandum and Articles of Association the board shall consist of not more than thirteen members of whom not more than twelve shall be elected by the full members of the Society and not more than one shall be a nominated Board member.

Transport for Greater Manchester or any successor institution, provided that it substantially succeeds to its function, shall have a right of nomination to the Board of the Society.

Board members shall have the power of co-option and termination of any co-option of up to two co-opted Board members.

Matters in connection with membership of the Board and officers of the Society are dealt with at the Annual General Meeting.

GREATER MANCHESTER TRANSPORT SOCIETY

DIRECTORS' REPORT (continued)

Objectives and activities

Objectives

The principal activity and prime objectives of the organisation remain to encourage interest in the history of road passenger transport in the North West of England; to act as a focus for its study and to educate the public in this aspect of the United Kingdom's national heritage; and to operate a museum to conserve items of interest to these aims for the benefit, education and information of the public.

The Society will be organised in a way which encourages anyone with an interest in its aims to be involved and to participate in the Society's activities. However, it will act in a professional manner to safeguard and further its aims and the assets which are in the Society's care.

The Society will acquire, conserve, restore and display vehicles and artefacts associated with its aims. This will be done in a manner which faithfully and accurately portrays their places in road transport history, whilst working to conserve the fabric and integrity of the original.

The Society will seek to maintain and increase public access to its assets within and outside the museum.

The Society will not discriminate against anyone on grounds of race, sex, age or disability.

The Board members of Greater Manchester Transport Society are responsible for compliance with the Companies Act and Charity Commission requirements and agree the financial policy. All policies for the day to day running of the Society are decided by the board members.

Achievements and performance

As with all businesses across the country, this has been a very different year. Due to the various Covid-19 restrictions the Museum was only able to open for six weekends during the year. On those weekends almost 1,000 visitors were welcomed which is comparable with similar weeks in 2020. The Museum was not able to reopen until June 2021. Many of the visitors were local family groups with children who came to see our Collections and it is now quite common to see over 100 visitors on our non-event days.

The Society was not been able to hold special fund raising events through the year, which reduced income significantly, as did the closure to visitors. Until the situation became clearer, the decision was taken to suspend all non-essential expenditure and the building was closed to most volunteers for many weeks.

Once some volunteers were allowed back, work restarted on improving displays and preparing the Museum to reopen with a Covid secure environment. Expenditure on vehicles was minimised until the Government Roadmap set out a timetable to return to reopening.

During the closure our part time staff had 80% of their wage costs covered by the Government Job Retention Scheme (furlough). The Society also received several Government Grants under the Local Restrictions and other Covid related schemes.

Valuable items continue to be donated to the Archives, enhancing the Museum's Collections and good progress has been made, often working from home, in cataloguing the many thousands of items to a professional standard. During the year the Society received the Queens Award for Voluntary Service in recognition of work over many years.

The Museum's Facebook page now has around 7,700 followers and the Twitter account has over 3,600. On four days each week new content is posted on both Twitter and Facebook and this attracts good deal of interest, often involving people who were not previously aware of the Museum.

GREATER MANCHESTER TRANSPORT SOCIETY

DIRECTORS' REPORT (continued)

Achievements and performance (continued)

During the closure periods the Society continued to improve visitor facilities in several ways, including, new displays and redecorations in the year under review Storage for spare parts has also received some investment.

The principal activity of the Company's trading subsidiary, G.M.T.S. (Sales) Limited was that of retail sales in connection with the Museum of Transport. This activity continued on a restricted basis during the closure and a new online shop was set up which has proved popular.

The Directors carried out a review of its activities during the year in the light of current Charity Commission guidance and decided that it was no longer necessary to have a separate trading subsidiary. Accordingly, the stock and assets of G.M.T.S. (Sales) Limited were transferred at net book value to the Society on 31 March 2021. G.M.T.S. (Sales) Limited has been retained as a dormant company.

The Board members are satisfied with the current level of activity of the Society.

Financial review

The attached financial statements show the results for the year. The Society has generated a surplus of income over expenditure for the year of £44,118 (2020: deficit of income over expenditure of £4,862).

Reserves policy

It is the policy of the Society to maintain unrestricted funds which are the free reserves of the charity, at a level which equates to at least twelve months unrestricted expenditure. This provides sufficient funds to cover management, administration and support costs.

Risk management

The Board of Management have examined the major strategic, business and operational risks which the Society faces and confirms that systems are established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

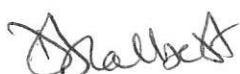
Reference and administrative details

Reference and administrative details for the company are included on page 1 company information.

Exemption from disclosures

The charitable company has taken advantage of the exemptions within the SORP relating to smaller charities.

Approved by the board of directors on 27 October 2021 and signed by order of the board:



D J TALBOT
Director

INDEPENDENT EXAMINERS' REPORT TO THE DIRECTORS OF THE GREATER MANCHESTER TRANSPORT SOCIETY

I report on the accounts of the company for the year ended 31 March 2021 which are set out on pages 6 to 13

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company 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.

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

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

Basis of independent examiners' statement

My examination was carried out in accordance with 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 examiners' statement

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

- 1 which gives me reasonable cause to believe that, in any material respect, the requirements:
 - to keep accounting records in accordance with section 386 of the Companies Act 2006; and
 - 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
- 2 to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

MICHAEL BLAND ACA



For and on behalf of:
Wheawill & Sudworth Limited
Chartered Accountants

35 Westgate
Huddersfield
HD1 1PA
27 October 2021

GREATER MANCHESTER TRANSPORT SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES

for the year ended

31 MARCH 2021

Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £	
	INCOME FROM:				
	Donations:				
	Subscriptions and donations	68,368	2,117	70,485	27,843
	Donations from GMTS (Sales) Limited	12,472	-	12,472	15,243
	Gift Aid tax reclaimed	5,340	-	5,340	5,521
	Charitable activities:				
	Door takings	2,570	-	2,570	30,181
	Event income	-	-	-	11,902
	Vehicle rental income	8,640	-	8,640	9,120
	Miscellaneous income	1,905	-	1,905	1,849
	Use of vehicles and facilities	-	-	-	475
2	Investments	967	-	967	1,268
	Total income	<u>100,262</u>	<u>2,117</u>	<u>102,379</u>	<u>103,402</u>
	EXPENDITURE ON:				
	Charitable activities	53,088	3,473	56,561	107,432
	Governance costs	1,700	-	1,700	832
3	Total expenditure	<u>54,788</u>	<u>3,473</u>	<u>58,261</u>	<u>108,264</u>
	Net movement in funds	45,474	(1,356)	44,118	(4,862)
	Reconciliation of funds:				
	Total funds brought forward	184,845	23,670	208,515	213,377
	Total funds carried forward	<u>230,319</u>	<u>22,314</u>	<u>252,633</u>	<u>208,515</u>

The statement of financial activities includes all gains and losses recognised in the year. All incoming resources and resources expended derive from continuing activities.

The notes on pages 8 to 13 form part of these financial statements.

GREATER MANCHESTER TRANSPORT SOCIETY
BALANCE SHEET
31 MARCH 2021

Notes		2021 £	2020 £
	Fixed assets		
6	Tangible assets	13,355	16,141
7	Investments	1,000	1,000
		<u>14,355</u>	<u>17,141</u>
	Current assets		
8	Stocks	11,239	-
	Debtors	5,340	5,521
	Cash at bank and in hand	230,216	200,941
		<u>246,795</u>	<u>206,462</u>
9	Creditors: amounts becoming due and payable within one year	(8,517)	(15,088)
	Net current assets	<u>238,278</u>	<u>191,374</u>
	Net assets	<u>252,633</u>	<u>208,515</u>
	Funds		
10	General funds – unrestricted	230,319	184,845
11	Restricted funds	22,314	23,670
	Total funds	<u>252,633</u>	<u>208,515</u>

For the year ended 31 March 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

These financial statements were approved by the board of directors and authorised for issue on 27 October 2021 and are signed on their behalf by

D J TALBOT )
J H A POLLOCK ) Directors and trustees

Company registration number : 3169301

The notes on pages 8 to 13 form part of these accounts.

GREATER MANCHESTER TRANSPORT SOCIETY

NOTES TO THE FINANCIAL STATEMENTS

31 MARCH 2021

1 Accounting policies

a) General information and basis of preparation.

The charitable company constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with 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), issued on 16 July 2014 (as updated through Update Bulletin 1 published on 2 February 2016), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015. The accounts present information about the company as an individual undertaking and not about its group. The group qualifies as a small group and group accounts are not required.

The financial statements are prepared on a going concern basis under the historical cost convention.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are used in accordance with restrictions imposed by donors or which have been raised by the charity for particular purposes. The aim and use of restricted funds is set out in the notes to the accounts.

(c) Income recognition

All incoming resources are included in the statement of financial activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

No amount is included in the financial statements for volunteer time in line with the SORP (FRS 102).

(d) Grants

Grants in respect of expenditure on tangible fixed assets are treated as deferred income which is amortised in the statement of financial activities over the expected useful life of the related asset on a basis consistent with the depreciation policy. Grants of a revenue nature are recognised in the statement of financial activities of the period in respect of which they are paid.

(e) Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

GREATER MANCHESTER TRANSPORT SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (continued)

31 MARCH 2021

1 Accounting policies (continued)

(e) Resources expended (continued)

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs, included within support costs in note 3, include those costs associated with meeting the constitutional and statutory requirements of the charity and include the accountancy fees.

All costs are allocated between the expenditure categories of the statement of financial activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

(f) Tangible fixed assets

Tangible fixed assets are included at cost less accumulated depreciation. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided at the following rates in order to write off the assets over their estimated useful lives. In the year of acquisition tangible fixed assets are depreciated from 1 April.

Plant & equipment	- 25%	Per annum reducing balance
Computer equipment	- 33 1/3 %	Per annum straight line

(g) Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

(h) Taxation

As a registered charity, the company benefits from rates relief and is generally exempt from corporation tax but not from VAT.

(i) Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

GREATER MANCHESTER TRANSPORT SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (continued)

31 MARCH 2021

2	Income from investments		2021	2020
			£	£
	Bank interest receivable		965	1,266
	Other interest receivable		2	2
			<u>967</u>	<u>1,268</u>
			<u><u>967</u></u>	<u><u>1,268</u></u>
3	Expenditure on charitable activities			
	Basis	Charitable activities £	Governance costs £	2021 Total £
				2020 Total £
	Costs directly allocated to activities:			
	Festival and rally	Direct	-	-
				3,363
	Publicity and education	Direct	1,088	-
				1,088
	Visitor facilities	Direct	2,864	-
				2,864
	Vehicle expenses and cost of restoration	Direct	12,902	-
				12,902
	Acquisition of objects for the Museum	Direct	2,668	-
				2,668
				4,502
	Support costs allocated to activities:			
	Journal and membership expenses	Direct	5,782	-
				5,782
	Rates	Floor	-	-
				(5,548)
	Insurance	Usage	5,203	-
				5,203
	Building/Equipment maintenance	Floor	12,276	-
				12,276
	Administrative and running costs	Usage	5,200	1,700
				6,900
	Health and safety	Direct	1,257	-
				1,257
	Telephone, postage and stationery and office equipment	Usage	2,577	-
				2,577
	Card collection charges	Direct	-	-
				254
	Miscellaneous expenses	Direct	711	-
				711
	Depreciation	Direct	4,033	-
				4,033
			<u>56,561</u>	<u>1,700</u>
			<u><u>56,561</u></u>	<u><u>1,700</u></u>
			<u><u>58,261</u></u>	<u><u>108,264</u></u>

£3,473 (2020: £11,087) of the above costs were attributable to restricted funds.

£54,788 (2020: £97,177) of the above costs were attributable to unrestricted funds.

4	Net income (expenditure) for the year		2021	2020
			£	£
	This is stated after charging:			
	Depreciation of tangible fixed assets		4,033	5,803
	Independent examiner's remuneration		1,700	832
			<u>4,033</u>	<u>5,803</u>
			<u>1,700</u>	<u>832</u>
			<u><u>4,033</u></u>	<u><u>5,803</u></u>
			<u><u>1,700</u></u>	<u><u>832</u></u>

GREATER MANCHESTER TRANSPORT SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (continued)

31 MARCH 2021

5 Trustees' and key management personnel remuneration and expenses

The directors of the company who also act as trustees neither received nor waived any remuneration in the year ended 31 March 2021 (2020: £Nil).

During this year and the course of last year, the directors have claimed mileage expenses for travelling to director's meeting and on Society business. They have then donated the same amounts back to the Society in order that Gift Aid could be claimed. No further expenses have been claimed or reimbursed.

6 Tangible fixed assets	Plant and equipment £	Computer equipment £	Total £
Cost:			
At 1 April 2020	48,347	12,509	60,856
Transfers from GMTS (Sales) Limited	11,590	-	11,590
	<u>59,937</u>	<u>12,509</u>	<u>72,446</u>
At 31 March 2021			
Depreciation:			
At 1 April 2020	34,755	9,960	44,715
Charge for the year	3,396	637	4,033
Transfers from GMTS (Sales) Limited	10,343	-	10,343
	<u>48,494</u>	<u>10,597</u>	<u>59,091</u>
At 31 March 2021			
Net book amount at:			
31 March 2021	11,443	1,912	13,355
1 April 2020	13,592	2,549	16,141
	<u><u>11,443</u></u>	<u><u>1,912</u></u>	<u><u>13,355</u></u>
		2021	2020
		£	£
7 Investments			
G.M.T.S. (Sales) Limited		1,000	1,000
		<u><u>1,000</u></u>	<u><u>1,000</u></u>

The company owns 100% of the issued share capital of G.M.T.S. (Sales) Limited a company registered in England and Wales.

The aggregate of capital and reserves of GMTS (Sales) Limited at 31 March 2021 was £1,000 (2020: £16,419) and its loss for the year ended 31 March 2021 was £15,419 (2020: £Nil).

The subsidiary's activities relate to retail sales in connection with the Transport Museum. The results of the subsidiary G.M.T.S. (Sales) Limited for the year ended 31 March 2021 are set out below.

GREATER MANCHESTER TRANSPORT SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (continued)

31 MARCH 2021

		2021	2020
		£	£
Profit and loss account			
	Turnover	7,143	51,966
	Cost of sales	(3,239)	(25,316)
	Gross profit	<u>3,904</u>	<u>26,680</u>
	Administrative expenses	(6,851)	(11,437)
	Gift Aid donation to Great Manchester Transport Society	(12,472)	(15,243)
	Net loss	<u>(15,419)</u>	<u>-</u>
8	Debtors	2021	2020
		£	£
	Other debtors	<u>5,340</u>	<u>5,521</u>
9	Creditors: amounts becoming due and payable within one year	2021	2020
		£	£
	Trade creditors	-	4,939
	Amount due to subsidiary	1,000	6,639
	Accruals	1,680	820
	Deferred income	5,837	2,690
		<u>8,517</u>	<u>15,088</u>
10	Unrestricted funds	2021	2020
		£	£
	Balance at 1 April 2020	184,845	185,214
	Surplus (Deficit) for the year	45,474	(369)
	Balance at 31 March 2021	<u>230,319</u>	<u>184,845</u>
11	Restricted funds	84	185
		Fund	Fund
		£	£
	Balance at 1 April 2020	23,670	600
	Amounts received in the year	2,117	-
	Amounts expended in the year	(3,473)	-
	Balance at 31 March 2021	<u>22,314</u>	<u>600</u>
		536	436
		Fund	Fund
		£	£
	Balance at 1 April 2020	16,228	117
	Amounts received in the year	-	-
	Amounts expended in the year	-	(305)
	Balance at 31 March 2021	<u>16,040</u>	<u>16,040</u>

GREATER MANCHESTER TRANSPORT SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (continued)

31 MARCH 2021

	235 Fund £	368 Fund £	Museum Fund £	55 Fund £	Golden Key Fund £
Balance at 1 April 2020	500	1,818	3,000	270	718
Amounts received in the year	-	-	-	-	2,000
Amounts expended in the year	(500)	-	-	-	(2,668)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Balance at 31 March 2021	<u> </u> <u> </u>	<u> </u> <u> </u>	<u> </u> <u> </u>	<u> </u> <u> </u>	<u> </u> <u> </u>

GREATER MANCHESTER TRANSPORT SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (continued)

31 MARCH 2021

11 Restricted funds (continued)

- a) The Golden Key Fund – The Society acquired the ceremonial golden key presented to the Lord Mayor of Manchester in 1906 to formally open Queens Road Bus Garage which is next to the Museum. Funding was successfully raised to fund this purchase and to cover the cost of a secure display case.
- b) Museum Fund – This fund holds monies raised to pay for various displays at the Museum.
- c) Vehicle Restoration Funds – The remaining restricted funds relate to funds raised less expenditure incurred for the restoration of a number of the Society's vehicles.

12 Analysis of net assets between funds

	Unrestricted funds £	2021 Restricted funds £	Total funds £	2020 Total funds £
Tangible fixed assets	14,355	-	14,355	17,141
Current assets	224,481	22,314	246,795	206,462
Current liabilities	(8,517)	-	(8,517)	(15,088)
	<u>230,319</u>	<u>22,314</u>	<u>252,633</u>	<u>208,515</u>

13 Constitution

The company is limited by guarantee and registered as a charity. Every member undertakes to contribute pro rata the sum of £10 to the assets of the Society in the event of the same being wound up while they are a member.

14 Control of the company

The company is controlled by its members.