



**YORKSHIRE MUSEUM OF
FARMING LIMITED**

Known as Murton Park

ACCOUNTS

FOR THE YEAR ENDED

31 DECEMBER 2020

(A company limited by guarantee and not having a share capital)
Registered charity number 510900
Registered company number 01522789

YORKSHIRE MUSEUM OF FARMING LIMITED

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YORKSHIRE MUSEUM OF FARMING LIMITED

REPORT OF THE BOARD OF TRUSTEES

The board of trustees (who are also the directors of Yorkshire Museum of Farming Limited for the purposes of company law) are pleased to submit their annual report and accounts for the year ended 31 December 2020. The board of trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011, the Companies Act 2006 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 in October 2019.

OBJECTIVES AND ACTIVITIES

The principal activity is to operate the business of the Yorkshire Museum of Farming Limited, the objects of which are to preserve for the benefit of the Nation, agricultural machinery, equipment, buildings, documents and livestock of educational and historical interest and to maintain and operate a museum at Murton in the county of North Yorkshire for the purpose of exhibiting to the public such items of educational or historical interest. The museum is sited at Murton Park and the day by day management is supervised by a committee consisting of ten trustees. In this they are assisted by the site director and the projects officer.

In order to comply with the stated objects of the company, the exhibition areas, together with the area set aside for the reserve collection and the library, are subject to a carefully monitored environmental programme. All cloth items are removed from the unheated and uninsulated Four Seasons exhibition building in the winter and there is a regular cleaning and waxing programme for all wooden and metal exhibits. This is carried out by volunteers under the supervision of a trustee as is the cataloguing of exhibits. A team of volunteers also services and maintains all the working machinery.

All livestock on the site is looked after by our stockman and subject to regular veterinary inspection.

The charity's income is derived primarily from two sources, admission fees and YMF Services Limited, it's subsidiary which provides catering and retail facilities to visitors and operates an educational programme which includes tours of the museum and a "living history" project centred on the conception of a dark ages village and a reconstructed roman fort named Brigantium.

The success of the museum could not be achieved without the efforts of the large and dedicated team of paid staff and volunteers.

PUBLIC BENEFIT

The Museum of Farming is a charity which exists, for the benefit of the public, to preserve agricultural machinery, equipment, buildings, documents and livestock of educational and historical interest. The museum believes that its work creates public value in all five categories noted within the current charity act – ie:

- Democratic value
- Cultural and creative value
- Educational value
- Social and community value
- Global value

The activities in this report reflect the museum's commitment to best practice, and supporting the local cultural and educational infrastructure. By concentrating on the public benefit that the museum can bring, the museum will be better placed to meet the challenges and opportunities of the future – even in times of economic uncertainty.

The trustees confirm that they have complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission in exercising their powers or duties.

YORKSHIRE MUSEUM OF FARMING LIMITED

REPORT OF THE BOARD OF TRUSTEES (continued)

ACHIEVEMENTS AND PERFORMANCE

The coronavirus pandemic had a very considerable effect on the operation of the Murton Park site. The early lock down closed the site for the first half of the year. Limited opening was possible in late summer and early autumn, but restrictions tightened again. A successful revised Santa Special was achieved, but without the use of the DLVR trains. Most of the staff were placed on the government furlough scheme. The flexible nature of the scheme allowed staff to work when required and has prevented making any redundancies.

An operating loss of about £20k has been offset with the grants and donations kindly received in the period to support the recovery of the museum into future years. Completion of the building extension to provide additional educational facilities and house the Scardifield tractor collection stalled over Drainage Board planning application issues. Communication with the appropriate authorities was made excessively difficult with most officials working from home and unable to visit the site. We look forward a return normal next year.

FINANCIAL REVIEW

At the year end total funds of the charity and its subsidiary, YMF Services Limited, were £998,488. Of this £10,272 has been designated to the Railway Fund, £46,686 restricted in Arts Council fund, £508,599 held in the asset fund, of the balance £22,940 was YMF Services fixed assets leaving £409,991 in free reserves.

RESERVES POLICY

The committee of management seeks sufficient cash reserves to fund the on-going maintenance of the museum. Reserves are needed as some sources of income could be vulnerable in the future. Having an appropriate level of reserves will allow an opportunity to secure alternative income sources. The committee of management consider an appropriate level of reserves to be 3 months recurring overhead expenditure on operations of the museum. This could enable work to continue whilst alternative sources of income are found. This is required to satisfy the objectives of the charity set out in the Memorandum of Association. Although levels are currently greater than this, various repairs have been held back and investment is now needed in the facilities at the museum.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Yorkshire Museum of Farming Limited is a company limited by guarantee and a registered charity governed by its Memorandum and Articles of Association as amended by special resolutions dated 22/1/08, 11/11/08 and 23/6/15.

Recruitment, appointment, induction and training of management

The Articles of Association provide that the committee shall consist of the following:-

- a. Such persons as shall be determined in writing by the subscribers to the Memorandum of Association or the majority of them;
- b. Two persons appointed by the partners of York Livestock Centre;
- c. Two persons appointed by the Yorkshire Folk Park Trust.

YORKSHIRE MUSEUM OF FARMING LIMITED
REPORT OF THE BOARD OF TRUSTEES (continued)

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

The persons so appointed under paragraphs (b) and (c) shall not be subject to retirement by rotation.

The committee members to retire each year shall be those who have been the longest in office since their last election. A retiring member shall be eligible for re-election. The power of admitting members of the museum shall be exercisable by the committee. As part of the induction process they are given full information on the charity's activities.

Organisational structure

The trustees make strategic financial, budgeting and personnel decisions. They are assisted in their deliberations by the site director and site manager.

Risk assessment

The committee of management have an on-going process of reviewing the risks to which the charity is exposed, in particular those in relation to its operations and finances. Subsequent to this review, systems have been put into place to mitigate exposure to major risks.

PLANS FOR FUTURE PERIODS

The short-term prospects will be determined by the course of the pandemic. Nevertheless, there has been a long running need to improve the café and catering offering at Murton. We aim to modernise the café area and we had entered negotiation with a potential café operator, which to date have not reached a satisfactory resolution. This and completion of the Scardifield building are high priority projects. Examination of the fire alarm systems on the site has prompted the need for a full fire risk assessment, the outcome of which is likely to require further expenditure. We aim to restore and rebalance our staffing levels which should enable a better living-history production and events and IT management. The trustees are confident that successful future trading will be restored once the anti-virus restrictions are relaxed.

YORKSHIRE MUSEUM OF FARMING LIMITED
REPORT OF THE BOARD OF TRUSTEES (continued)

REFERENCE AND ADMINISTRATIVE INFORMATION

Charity name Yorkshire Museum of Farming

Company number 01522789

Charity number 510900

Registered office Yorkshire Museum of Farming
Murton Park
Murton Lane
York
YO19 5UF

Advisors

Solicitors Cowling, Swift & Kitchin
8 Blake Street
York
YO1 1XJ

Bankers Barclays Bank Plc
23 Yorkersgate
Malton
YO17 0GR

Independent examiner N Clemit ACA, FCCA
JWPCreers LLP
Chartered Accountants
Genesis 5
Church Lane
Heslington, York
YO10 5DQ

Committee of management (trustees)

The persons who served as members of the committee of management during the year are as follows:-

Mr C T Benton	(appointed 26 June 2018)
Mr P J Draper	(appointed 26 June 2002 and resigned 16 July 2020)
Mrs J C Drewniak	(appointed 13 October 2015)
Mr J C Hopwood	(appointed 1 June 2004)
Captain RN M A James	(appointed 11 October 2016)
Mr J B Morrell	(appointed 25 October 1992) (Morrell Trust Representative)
Mr J Sawkill	(appointed 26 June 2002)
Mr J F Stephenson	(appointed 25 October 1992) (York Livestock Centre appointee)
Mr A Trezise	(appointed 17 June 2013)
Mr C Downes	(appointed 2 July 2019)
Ms L Bowling	(appointed 29 September 2020)

YORKSHIRE MUSEUM OF FARMING LIMITED
REPORT OF THE BOARD OF TRUSTEES (continued)

Trustees' responsibilities in relation to the financial statements

The charity trustees (who are also the directors of the Yorkshire Museum of Farming Limited for the purposes of company law) are responsible for preparing a trustees' report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year, which give a true and fair view of the state of affairs of the charitable company and the group and of the income and expenditure, of the charitable company and group for that period. In preparing the financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- 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 financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

BY ORDER OF THE BOARD OF TRUSTEES

M James
Member of Committee of Management
Murton Park
Murton Lane
YORK
YO19 5UF

31 August 2021

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
YORKSHIRE MUSEUM OF FARMING LIMITED**

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 December 2020 which comprise the consolidated statement of financial activities, the consolidated balance sheet, the charity balance sheet, consolidated and entity only cash flow and related notes.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am member of ICAEW and ACCA, which are listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

N Clemit ACA, FCCA
JWPCreers LLP
Chartered Accountants
Genesis 5
Church Lane
Heslington
York
YO10 5DQ

31 August 2021

YORKSHIRE MUSEUM OF FARMING LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2020

INCOME	Note	Unrestricted 2020 £	Restricted 2020 £	Total 2020 £	Unrestricted & Total 2019 £
Donations and legacies					
Donations and grants	2	55,159	-	55,159	9,026
Investments		283	-	283	671
Other trading activities					
Trading subsidiary	4	262,698	-	262,698	389,481
Trading activities	5	3,022	-	3,022	8,202
Charitable activities					
Admission fees		52,035	-	52,035	51,078
Grants		-	93,371	93,371	-
Other income	3	8,787	-	8,787	640
Total income		<u>381,984</u>	<u>93,371</u>	<u>475,355</u>	<u>459,098</u>
EXPENDITURE					
Raising funds					
Trading subsidiary	4	282,602	-	282,602	326,956
Trading activities	5	934	196	1,130	2,396
Advertising		3,844	-	3,844	3,824
Charitable activities	6	48,254	11,887	60,141	81,204
Total expenditure		<u>335,634</u>	<u>12,083</u>	<u>347,717</u>	<u>414,380</u>
Net income for the year		46,350	81,288	127,638	44,718
Tax on profit on ordinary activities	4	(88)	-	(88)	(1,986)
Net Income after tax		46,262	81,288	127,550	42,732
Funds transfer		34,602	(34,602)	-	-
Net movement in funds		80,864	46,686	127,550	42,732
Total funds brought forward		<u>870,938</u>	<u>-</u>	<u>870,938</u>	<u>828,206</u>
Total funds carried forward		<u><u>951,802</u></u>	<u><u>46,686</u></u>	<u><u>998,488</u></u>	<u><u>870,938</u></u>

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

YORKSHIRE MUSEUM OF FARMING LIMITED
CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2020

	Note	31 December 2020		2019
		£	£	£
FIXED ASSETS				
Tangible assets	11	146,385		137,403
Heritage assets	12	401,047		401,047
CURRENT ASSETS				
Stock	14	6,660		8,422
Debtors	15	25,267		30,577
Cash at bank and in hand		508,496		399,827
		540,423		438,826
CREDITORS: Amounts due within one year	16	(86,131)		(105,592)
NET CURRENT ASSETS		454,292		333,234
TOTAL ASSETS LESS CURRENT LIABILITIES			1,001,724	871,684
CREDITORS: Amounts due after one year	17	(2,750)		-
PROVISION FOR LIABILITIES				
Deferred taxation	19		(486)	(746)
TOTAL NET ASSETS			998,488	870,938
THE FUNDS OF THE CHARITY			998,488	870,938
Unrestricted funds	21			
Designated funds			518,871	525,830
General reserve			409,991	316,658
Non-charitable trading funds	4		22,940	28,450
Restricted funds	22		46,686	-
TOTAL CHARITY FUNDS			998,488	870,938

For the year ended 31 December 2020 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies. No members have required the company to obtain an audit of its accounts for the year ended 31 December 2020 in accordance with section 476 of the Companies Act 2006. The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

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

The financial statements were approved by the board of trustees on 31 August 2021 and signed on their behalf by:

.....

M James

For and on behalf of the committee of management
 Company registration number: 01522789

YORKSHIRE MUSEUM OF FARMING LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2020

	Note	31 December 2020		2019
		£	£	£
FIXED ASSETS				
Tangible assets	11		107,552	117,395
Heritage assets	12		401,047	401,047
Investments	13		2	2
			<u> </u>	<u> </u>
			508,601	518,444
CURRENT ASSETS				
Debtors	15	6,551		42,109
Cash at bank and in hand		481,167		286,366
		<u> </u>		<u> </u>
		487,718		328,475
CREDITORS: Amounts due within one year	16	(20,771)		(4,431)
		<u> </u>		<u> </u>
NET CURRENT ASSETS			466,947	324,044
			<u> </u>	<u> </u>
TOTAL NET ASSETS			975,548	842,488
			<u> </u>	<u> </u>
THE FUNDS OF THE CHARITY				
Unrestricted funds	21			
Designated funds			518,871	525,830
General funds			409,991	316,658
Restricted funds	22		46,686	-
			<u> </u>	<u> </u>
TOTAL CHARITY FUNDS			975,548	842,488
			<u> </u>	<u> </u>

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.....
M James

For and on behalf of the committee of management
Company registration number: 01522789

YORKSHIRE MUSEUM OF FARMING LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 £	2019 £
Cash flows from operating activities:			
Net cash generated by operating activities	1	125,447	49,909
Cash flows from investing activities:			
Purchase of fixed assets		(22,061)	(13,150)
Interest from investments		283	671
Proceeds on disposal of fixed asset		5,000	-
		<hr/>	<hr/>
Net cash inflow		108,669	37,430
		<hr/>	<hr/>
Cash and cash equivalents at 1 January 2020		399,827	362,397
		<hr/>	<hr/>
Cash and cash equivalents at 31 December 2020	2	508,496	399,827
		<hr/> <hr/>	<hr/> <hr/>

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2020 £	2019 £
Net income after investments	127,550	42,732
Adjustments for:		
Depreciation charges	10,690	12,305
Decrease/(Increase) in stocks	1,762	(2,823)
Decrease/(Increase) in debtors	5,310	(11,592)
(Decrease)/Increase in creditors	(16,971)	9,958
Interest from investments	(283)	(671)
Gain on disposal of fixed asset	(2,611)	-
	<hr/>	<hr/>
Net cash generated by operating activities	125,447	49,909
	<hr/> <hr/>	<hr/> <hr/>

2. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2020 £	2019 £
Cash in hand	508,496	399,827
	<hr/> <hr/>	<hr/> <hr/>

YORKSHIRE MUSEUM OF FARMING LIMITED

ENTITY ONLY CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 £	2019 £
Cash flows from operating activities:			
Net cash generated by operating activities	1	189,518	41,344
Cash flows from investing activities:			
Interest from investments		283	671
Proceeds on disposal of fixed		5,000	-
		-----	-----
Net cash inflow		194,801	42,015
		-----	-----
Cash and cash equivalents at 1 January 2020		286,366	244,351
		-----	-----
Cash and cash equivalents at 31 December 2020	2	481,167	286,366
		=====	=====

NOTES TO ENTITY ONLY THE CASH FLOW STATEMENT

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2020 £	2019 £
Net income after investments	133,060	31,873
Adjustments for:		
Depreciation charges	7,454	9,162
Decrease/(Increase) in debtors	35,558	(872)
Increase/(decrease) in creditors	16,340	1,852
Interest from investments	(283)	(671)
Gain on disposal of fixed asset	(2,611)	-
	-----	-----
Net cash generated by operating activities	189,518	41,344
	=====	=====

2. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2020 £	2019 £
Cash in hand	481,167	286,366
	=====	=====

YORKSHIRE MUSEUM OF FARMING LIMITED
NOTES TO THE ACCOUNTS - 31 DECEMBER 2020

1. ACCOUNTING POLICIES

BASIS OF ACCOUNTING

Basis of preparation

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 issued in October 2019, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

Yorkshire Museum of Farming Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

GROUP FINANCIAL STATEMENTS

These accounts consolidate the results of the charity and its wholly owned subsidiary YMF Services Limited on a line by line basis. A separate statement of financial activities for the museum itself is not presented because it has taken advantage of the exemptions afforded by section 408 of the Companies Act 2006, and paragraph 397 of the SORP.

INCOME

All income is 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 amounts are included in the accounts for services donated by volunteers.

EXPENDITURE

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to that category.

Charitable expenditure comprises those costs incurred by the charity in pursuit of its charitable object.

HIRE PURCHASE AGREEMENTS

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged as an expense on a straight line basis.

TANGIBLE FIXED ASSETS

Individual fixed assets costing £1,000 or more are capitalised at cost.

Depreciation of tangible fixed assets is provided to write off those assets over their expected useful lives. The following annual rates have been applied:-

	Method	Rate
Displays and graphic display panels	straight line	15%
Plant and equipment	straight line	20%
Leasehold improvements	straight line	2%
Catering equipment	straight line	15%
Motor vehicles	straight line	33%

YORKSHIRE MUSEUM OF FARMING LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 2020 (continued)

1. **ACCOUNTING POLICIES (continued)**

HERITAGE ASSETS

The original cost of the museum collection cannot be established. The collection was initially included in the accounts in the year ended 31 December 2012 at replacement cost for insurance purposes.

Acquisitions are made by purchase or donation. Purchases since 31 December 2012 have been recorded at cost and donations are recorded at current value as determined by the trustees.

Depreciation is not charged on heritage assets which have an indefinite useful life.

OPERATING LEASE

Rentals applicable to operating leases where substantially all the benefits and risks of ownership remain with the leaser are charged against profits on a straight line basis over the period of the lease.

FUND ACCOUNTING

Funds held by the charity are either:

Unrestricted general funds – these are funds which can be used in accordance with charitable objects at the discretion of the trustees.

Designated funds – these are funds which the trustees have set aside for a particular purpose.

Restricted funds – these are funds that 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 explanations of the nature and purpose of each fund is included in the notes to the accounts.

STOCKS

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

TAXATION

As a registered charity, the company benefits from business rates tax relief, and is generally exempt from income tax, capital gains tax and corporation tax.

Deferred taxation arising in the subsidiary undertaking is provided using the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences.

Unrecognised deferred tax assets arising on the trading losses of the subsidiary undertaking are reassessed at each balance sheet date and are recognised to the extent that it becomes probable that future profits will allow the deferred tax asset to be recovered.

LEGAL STATUS OF THE CHARITY

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

YORKSHIRE MUSEUM OF FARMING LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 2020 (continued)

2. DONATIONS AND LEGACIES

	Unrestricted 2020 £	Restricted 2020 £	Total 2020 £	Unrestricted & Total 2019 £
Donations	10,159	-	10,159	9,026
Grants	45,000	-	45,000	-
	<u>55,159</u>	<u>-</u>	<u>55,159</u>	<u>9,026</u>

3. OTHER INCOME

	Unrestricted 2020 £	Restricted 2020 £	Total 2020 £	Unrestricted & Total 2019 £
Proceeds from sale of assets	2,611	-	2,611	-
Sundry sales	1,762	-	1,762	640
Furlough Income	4,414	-	4,414	-
	<u>8,787</u>	<u>-</u>	<u>8,787</u>	<u>640</u>

YORKSHIRE MUSEUM OF FARMING LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 2020 (continued)

4. NET INCOME FROM TRADING SUBSIDIARY

The company holds 100% of the ordinary share capital of YMF Services Limited, a company incorporated in England. YMF Services Limited provides retail and catering facilities for visitors to the farming museum and an educational programme, operated by Danelaw. The company covenants its distributable income to Yorkshire Museum of Farming Limited. A summary of its trading results is shown below:

	Total 2020 £	Total 2019 £
Shop and cafe sales	12,317	18,708
Danelaw income	126,979	311,043
Santa Special income	62,065	55,946
Sundry income	2,190	2,754
Grants	15,750	750
	<hr/>	<hr/>
	219,301	389,201
Cost of sales	179,454	219,103
	<hr/>	<hr/>
Gross profit	39,847	170,098
Other operating income		
Coronavirus job retention scheme grant	43,299	-
Income from group undertakings	34,602	-
Expenses	111,148	115,853
	<hr/>	<hr/>
Net profit	6,600	54,245
Other interest receivable and similar expenses	98	280
Taxation	(88)	(1,986)
Amount covenanted to parent	(12,120)	(41,680)
	<hr/>	<hr/>
Increase in subsidiary's reserves	(5,510)	10,859
Consolidation adjustments		
Intercompany transactions		
Rent	8,000	8,000
Deed of covenant	12,120	41,680
	<hr/>	<hr/>
	20,120	49,680
	<hr/>	<hr/>
Net profit from trading subsidiary	14,610	60,539
	<hr/> <hr/>	<hr/> <hr/>

YORKSHIRE MUSEUM OF FARMING LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 2020 (continued)

4. NET INCOME FROM TRADING SUBSIDIARY - continued

The assets and liabilities of the subsidiary were:

	Unrestricted & Total 2020 £	Unrestricted & Total 2019 £
Fixed assets	38,832	20,008
Current assets	70,568	142,903
Creditors: Amounts falling due within one year	(83,224)	(133,715)
Creditors: Amounts falling due after more than one year	(2,750)	-
Provisions: Deferred taxation liability	(486)	(746)
	<hr/>	<hr/>
Total net assets	22,940	28,450
	<hr/> <hr/>	<hr/> <hr/>
Share capital	2	2
Profit and loss account	22938	28,448
	<hr/> <hr/>	<hr/> <hr/>

5. TRADING ACTIVITIES

	Unrestricted 2020 £	Restricted 2020 £	Total 2020 £	Unrestricted & Total 2019 £
Room hire/functions	1,170	-	1,170	5,755
Café rent	1,852	-	1,852	2,352
Livestock income	-	-	-	95
	<hr/>	<hr/>	<hr/>	<hr/>
	3,022	-	3,022	8,202
Livestock expenses	(934)	(196)	(1,130)	(2,396)
	<hr/>	<hr/>	<hr/>	<hr/>
Net profit	2,088	(196)	1,892	5,806
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

YORKSHIRE MUSEUM OF FARMING LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 2020 (continued)

9. STAFF COSTS AND TRUSTEES REMUNERATION

Personnel costs during the year amounted to:

	2020		2019	
	Group £	Company £	Group £	Company £
Wages and salaries	176,072	26,631	201,967	28,762
Social security costs	4,329	724	7,908	1,275
Pension	4,438	717	4,421	687
	<u>184,839</u>	<u>28,072</u>	<u>214,296</u>	<u>30,724</u>

No employee earned more than £60,000 per annum (2019: none).

None of the members of the committee of management or any person connected with them received any remuneration from the charity or none of the committee of management received any reimbursement of expenses in either year.

10. STAFF NUMBERS

The average number of employees during the year was:

	2020		2019	
	Group	Company	Group	Company
Museum	4	4	4	4
Danelaw	10	-	11	-
Administration	2	-	3	-
	<u>16</u>	<u>4</u>	<u>18</u>	<u>4</u>

YORKSHIRE MUSEUM OF FARMING LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 2020 (continued)

11. **TANGIBLE FIXED ASSETS**

GROUP	Leasehold Improvements £	Catering equipment £	Display panels £	Plant and equipment £	Motor vehicles £	Assets under construction £	Total £
Cost:							
At 1 January 2020	330,606	4,312	121,415	159,917	14,299	-	630,549
Additions	-	-	-	-	-	22,061	22,061
Disposals	-	-	-	(4,829)	-	-	(4,829)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2020	330,606	4,312	121,415	155,088	14,299	22,061	647,781
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation:							
At 1 January 2020	216,840	4,312	121,415	136,280	14,299	-	493,146
Charge for the year	6,563	-	-	4,127	-	-	10,690
Disposals	-	-	-	(2,440)	-	-	(2,440)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2020	223,403	4,312	121,415	137,967	14,299	-	501,396
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Net book value at 31 December 2020	107,203	-	-	17,121	-	22,061	146,385
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Net book value at 31 December 2019	113,766	-	-	23,637	-	-	137,403
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

The net book value at 31 December 2020 represents fixed assets used for:

Direct charitable	
Other purposes:	107,552
Trading	38,833
	<hr/>
	146,385
	<hr/>

YORKSHIRE MUSEUM OF FARMING LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 2020 (continued)

11. TANGIBLE FIXED ASSETS (continued)

COMPANY	Leasehold improvements £	Display panels £	Plant and equipment £	Total £
Cost:				
At 1 January 2020	330,606	121,415	105,503	557,524
Additions	-	-	-	-
Disposals	-	-	(4,829)	(4,829)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2020	330,606	121,415	100,674	552,695
Depreciation:				
At 1 January 2020	216,840	121,415	101,874	440,129
Charge for year	6,563	-	891	7,454
Disposals	-	-	(2,440)	(2,440)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2020	223,403	121,415	100,325	445,143
Net book value at 31 December 2020	107,203	-	349	107,552
Net book value at 31 December 2019	113,766	-	3,629	117,395
	<hr/>	<hr/>	<hr/>	<hr/>

12. HERITAGE ASSETS

	Collection £
Cost or valuation	
At 1 January 2020	401,047
Additions	-
	<hr/>
At 31 December 2020	401,047
	<hr/>

Heritage assets acquired prior to 1 January 2012 have been included at replacement value of £351,047 for insurance purposes at that date. Subsequent additions have and will be capitalised at cost or valuation.

Five year financial summary of heritage asset transactions: -

	2020 £	2019 £	2018 £	2017 £	2016 £
Additions:					
Donation in kind	-	-	-	-	50,000
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

YORKSHIRE MUSEUM OF FARMING LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 2020 (continued)

13.	INVESTMENTS		2020		2019
		Group £	Company £	Group £	Company £
	Shares in subsidiary – at cost	-	2	-	2
		=====	=====	=====	=====
14.	STOCKS		2020		2019
		Group £	Company £	Group £	Company £
	Goods for resale	6,660	-	8,422	-
		=====	=====	=====	=====
15.	DEBTORS		2020		2019
		Group £	Company £	Group £	Company £
	Trade debtors	5,916	950	12,646	1,358
	Accrued income	13,762	4,987	8,060	5,596
	Prepayments	5,589	614	9,871	2,603
	Amounts due from - group undertakings	-	-	-	32,552
		-----	-----	-----	-----
		25,267	6,551	30,577	42,109
		=====	=====	=====	=====
16.	CREDITORS		2020		2019
		Group £	Company £	Group £	Company £
	Amounts due within one year				
	Trade creditors	22,125	812	6,398	2,360
	Other taxes and social security costs	28,228	-	34,403	-
	Corporation tax	348	-	-	-
	Other creditors	12,751	-	30,515	-
	Accruals	6,929	2,094	5,736	2,071
	Deferred income (note 17)	15,750	-	28,540	-
	Amounts owed to group undertakings	-	17,865	-	-
		-----	-----	-----	-----
		86,131	20,771	105,592	4,431
		=====	=====	=====	=====

YORKSHIRE MUSEUM OF FARMING LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 2020 (continued)

17. CREDITORS	2020		2019	
	Group £	Company £	Group £	Company £
Amounts falling due after more than one year				
Other creditors	2,750	-	-	-
	<u>2,750</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u><u>2,750</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

18. DEFERRED INCOME	2020		2019	
	Group £	Company £	Group £	Company £
Balance at 1 January 2020	28,540	-	18,538	-
Amounts released to income	(23,990)	-	(18,538)	-
Amount deferred in period	11,200	-	28,540	-
	<u>15,750</u>	<u>-</u>	<u>28,540</u>	<u>-</u>
Balance at 31 December 2020	<u><u>15,750</u></u>	<u><u>-</u></u>	<u><u>28,540</u></u>	<u><u>-</u></u>

Deferred income relates to deposits received in advance £12,500 (2019: £124,290) and deferred grant income £3,500 (2019: £4,250).

19. **DEFERRED TAXATION**

The movement in the deferred taxation provision arising in the subsidiary undertaking during the year was:

	Total & Restricted 2020 £	Total & Unrestricted 2019 £
Provision brought forward	746	(1,240)
Profit and loss account movement arising during the year	(260)	1,986
Provision carried forward	<u>486</u>	<u>746</u>
	<u><u>486</u></u>	<u><u>746</u></u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	2020 Provided £	2019 Provided £
Excess of taxation allowances over depreciation on fixed assets	486	746
	<u>486</u>	<u>746</u>
	<u><u>486</u></u>	<u><u>746</u></u>

YORKSHIRE MUSEUM OF FARMING LIMITED
NOTES TO THE ACCOUNTS - 31 DECEMBER 2020 (continued)

20. COMMITMENTS UNDER OPERATING LEASES

At 31 December 2020 the group had aggregate total commitments under non-cancellable operating leases as set out below.

	2020		2019	
	Group £	Company £	Group £	Company £
Operating leases:				
Within 1 year	1,108	-	1,108	-
Within 2 to 5 years	832	-	1,941	-
	<u>1,940</u>	<u>-</u>	<u>3,049</u>	<u>-</u>

21. UNRESTRICTED FUNDS

	Balance 01.01.20 £	Movement in Income £	Expenditure £	Transfers £	Tax £	Balance 31.12.20 £
Designated funds						
Railway fund	7,388	-	-	2,884	-	10,272
Fixed asset fund	518,442	-	(7,453)	(2,390)	-	508,599
General reserve	316,658	119,286	(45,579)	19,626	-	404,528
Non-charitable trading funds	28,450	262,698	(282,602)	14,482	(88)	22,294
	<u>870,938</u>	<u>381,984</u>	<u>(335,634)</u>	<u>34,602</u>	<u>(88)</u>	<u>951,802</u>

All designated funds can be used at the discretion of the committee of management for any of the charitable objectives of the charity. The committee of management have allocated funds, in the Railway Fund, towards the refurbishment of the railway. This designation is subject to the overall needs of the charity.

The fixed asset fund represents all the tangible fixed assets and heritage assets held by the charity.

The general reserve fund represents those funds which are unrestricted and not designated for other purposes.

YORKSHIRE MUSEUM OF FARMING LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 2020 (continued)

21. UNRESTRICTED FUNDS - continued

Transfers

General from non-charitable trade (gift aid, intercompany transactions)	£20,120
General to railway fund (allocation to railway fund)	£2,884
Fixed asset fund movement	(£2,390)
Arts Council restricted fund allocation to YMF Services Ltd	(£34,602)

	Balance 01.01.19 £	Movement in Income £	Expenditure £	Transfers £	Tax £	Balance 31.12.19 £
Designated funds						
Railway fund	6,231	-	7,778	8,935	-	7,388
Fixed asset fund	527,604	-	9,162	-	-	518,442
General reserve	276,780	69,617	70,484	40,745	-	316,658
Non-charitable trading funds	17,591	389,481	326,956	(49,680)	(1,986)	28,450
	<u>828,206</u>	<u>459,098</u>	<u>414,380</u>	<u>-</u>	<u>(1,986)</u>	<u>870,938</u>

22. RESTRICTED FUNDS

	Balance 01.01.20 £	Movement in Income £	Expenditure £	Transfers £	Tax £	Balance 31.12.20 £
Arts Council fund	-	93,371	(12,083)	(34,602)	-	46,686
	<u>-</u>	<u>93,371</u>	<u>(12,083)</u>	<u>(34,602)</u>	<u>-</u>	<u>46,686</u>

The Arts Council fund is a grant received to assist the ability to continue despite difficulties caused by Covid 19.

The transfer represents the grant being used in YMF services to overall help the group continue to operate.

23. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Fixed Assets	146,385	-	146,385
Heritage Assets	401,047	-	401,047
Current Assets/(Liabilities)	407,120	46,686	453,806
Non-Current (Liabilities)	(2,750)	-	(2,750)
	<u>951,802</u>	<u>46,686</u>	<u>998,488</u>

YORKSHIRE MUSEUM OF FARMING LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 2020 (continued)

24. RELATED PARTY TRANSACTIONS

Craig Benton, a trustee, is sole director of Lork Limited. During the year YMF Services Limited paid consultancy fees of £12,000 (2019: £nil) to Lork Limited and Yorkshire Museum of Farming Limited paid consultancy fees of £6,000 (2019: £nil) to Lork Limited.

Craig Benton, a trustee and the wife of Chris Downes, a trustee are also trustees of Derwent Valley Light Railway Society. During the year YMF services paid railway expenses of £792 (2019: £nil).

There was a recharge cost to Stephenson and Son of £328 for subscription costs (2019: £nil).

25. OTHER FINANCIAL COMMITMENTS

The company's land and property is subject to a 99 year operating lease, dated 1982. The terms of this lease are that a peppercorn rent is payable for the first 25 years and, thereafter, rent will be payable at open market value. Following the end of the initial 25 year period, rent continues to be charged on a peppercorn basis at the discretion of the York Auction Centre.

26. RESULTS OF YORKSHIRE MUSEUM OF FARMING LIMITED

The amount of the surplus for the year dealt with in the accounts of the museum is £133,060 (2019 surplus of £31,873). The museum has not presented its own profit and loss account as permitted by Section 408 of the Companies Act 2006 and paragraph 397 of the SORP.

