

COMPANY REGISTRATION NUMBER: 01555021

CHARITY REGISTRATION NUMBER: 511418

Lincolnshire's Lancaster Association Limited

Company Limited by Guarantee

Unaudited Financial Statements

For the year ended

31 January 2022

Lincolnshire's Lancaster Association Limited

Company Limited by Guarantee

Financial Statements

Year ended 31 January 2022

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Lincolnshire's Lancaster Association Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 January 2022

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 January 2022 .

Reference and administrative details

Registered charity name	Lincolnshire's Lancaster Association Limited	
Charity registration number		511418
Company registration number		01555021
Principal office and registered office	Unit 4 Wavell Drive Lincoln LN3 4PL	

The trustees

R C Bainborough	
J S Ball	
T J Allett	
J Bainborough	(Resigned 27 February 2022)
M Brunton	
D Kavanagh	(Resigned 27 February 2022)

(Served from 10 March 2021 to 27
February 2022)

P Creswell
Mr C Harper

(Appointed 2 April 2022)

Independent examiner

Jonathan Day
Enterprise House
38 Tyndall Court
Commerce Road
Lynch Wood
Peterborough
Cambs
PE2 6LR

Structure, governance and management

Governing document

The association is a company limited by guarantee governed by its Memorandum and Articles of Association dated 6 April 1981. Due to the level of income of the Association an Independent Examination is performed. It is a registered charity with the Charity Commission. There are currently approximately 5,000 active members each of whom agree to contribute an amount not exceeding £1 in the event of the Association being wound up.

Recruitment and Appointment of the Council of Management

The directors of the company are also the charity trustees for the purposes of charity law and under the Association's Articles are known as members of the Council of Management. Under the articles one third of the Council members retire by rotation at each Annual General Meeting. The Council may appoint any member of the Association as a member of the Council if they are considered to be suitable with a proven interest. This person has to be re-elected at the next AGM.

Objectives and activities

Objects and Activities

The Association's objects and principal activities are to create interest and raise funds to maintain, preserve, restore and display the Lancaster Bomber 'City of Lincoln' and any other aeroplanes and objects of historical interest associated with the Lancaster or the Royal Air Force for the benefit of the public and as a memorial to Bomber Command personnel during the 1939-1945 War. A fund is being generated in anticipation of any situation if the Lancaster ceases to fly, so that appropriate action can be taken as necessary following a decision by the relevant Government departments. Donations from specific sources and raffle income have been designated initially for use by or payments for the Battle of Britain Memorial Flight at RAF Coningsby, which includes the Lancaster and other World War II aircraft. The council has the power to re-designate surpluses of these donations within unrestricted funds. A wholly owned non-charitable subsidiary trading company L.L.A. (sales) Ltd was formed on 24 May 1995 and sells items relevant to the objects of the Association. The Council of Management remain volunteers and the value of their work is considerable and impossible to quantify financially.

Policy on Reserves

An objective of the Association is to accumulate as large a fund as possible while meeting the overheads, the preservation of its property and aircraft, the production of the journal and the making of donations to BBMF as required. The Council of Management are confident that a significant fall in income, which it considers to be unlikely, will not prevent the Association meeting its costs and commitments. While unrestricted funds not invested in fixed assets are over £600,000, the Council consider that the nature of the Association and continuous financial monitoring will ensure that the need to deplete reserves will not arise.

Achievements and performance

The bi-annual journal remains a professional production of high quality and interesting information and photographs and continues to expand. It is greatly appreciated by members and a wonderful tribute to those who served.

The Sales company has continued to provide items of technical and historical interest at events and by post through the sales brochures, together with trade sales. The donation being made to Lincolnshire's Lancaster Association this year was £Nil due to insufficient profits (2021 - £Nil).

Financial review

This year subscriptions have increased by just over £14,000. Subscription fees are managed by Ken Bainborough.

Donations have increased by just under £40,000.

The annual draw took place and raised £7,832 (2021 - £6,366)

During the year there were donations to the BBMF of £774 (2021 - £1,280), Sponsorship of the new Lancaster film of £50,000 (2021 - £Nil) and other donations of £5,452 (2020- £6,662). Reserves have decreased by just over £40,000.

Investment income increased to £11,571 (2021 - £76) as the term deposit has matured in the year.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 28 October 2022 and signed on behalf of the board of trustees by:

M Brunton

Trustee

Lincolnshire's Lancaster Association Limited

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Lincolnshire's Lancaster Association Limited

Year ended 31 January 2022

I report to the trustees on my examination of the financial statements of Lincolnshire's Lancaster Association Limited ('the charity') for the year ended 31 January 2022.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements 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 the charity'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**

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:

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements 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 financial statements 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.

Jonathan Day Independent Examiner

Enterprise House 38 Tyndall Court Commerce Road Lynch Wood Peterborough Cambs PE2 6LR

28 October 2022

Lincolnshire's Lancaster Association Limited

Company Limited by Guarantee

Statement of Financial Activities

(including income and expenditure account)

Year ended 31 January 2022

		2022		2021
		Unrestricted funds	Total funds	Total funds
	Note	£	£	£
Income and endowments				
Donations and legacies	5	56,314	56,314	17,400
Other trading activities	6	64,568	64,568	46,797
Investment income	7	11,571	11,571	76
		-----	-----	-----
Total income		132,453	132,453	64,273
		-----	-----	-----
Expenditure				
Expenditure on raising funds:				
Costs of raising donations and legacies	8	32,891	32,891	20,031
Expenditure on charitable activities	9,10	140,041	140,041	55,035
		-----	-----	-----
Total expenditure		172,932	172,932	75,066
		-----	-----	-----
Net expenditure and net movement in funds		(40,479)	(40,479)	(10,793)
		-----	-----	-----
Reconciliation of funds				
Total funds brought forward		1,020,438	1,020,438	1,031,231
		-----	-----	-----
Total funds carried forward		979,959	979,959	1,020,438
		-----	-----	-----

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

All income and expenditure derive from continuing activities.

Lincolnshire's Lancaster Association Limited

Company Limited by Guarantee

Statement of Financial Position

31 January 2022

	Note	2022 £	2021 £
Fixed assets			
Intangible assets	14	5,104	5,976
Tangible fixed assets	15	339,126	326,015
Investments	16	2	2
		<u>344,232</u>	<u>331,993</u>
Current assets			
Debtors	17	27,061	24,256
Cash at bank and in hand		615,759	668,011
		<u>642,820</u>	<u>692,267</u>
Creditors: amounts falling due within one year	18	<u>7,093</u>	<u>3,822</u>
Net current assets		<u>635,727</u>	<u>688,445</u>
Total assets less current liabilities		<u>979,959</u>	<u>1,020,438</u>
Net assets		<u>979,959</u>	<u>1,020,438</u>
Funds of the charity			
Unrestricted funds		979,959	1,020,438
Total charity funds	19	<u>979,959</u>	<u>1,020,438</u>

For the year ending 31 January 2022 the charity 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 ;
- 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.

Lincolnshire's Lancaster Association Limited

Company Limited by Guarantee

Statement of Financial Position *(continued)*

31 January 2022

These financial statements were approved by the board of trustees and authorised for issue on 28 October 2022 , and are signed on behalf of the board by:

M Brunton

Trustee

Lincolnshire's Lancaster Association Limited

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 January 2022

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Unit 4, Wavell Drive, Lincoln, LN3 4PL.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

Going concern

There are no material uncertainties about the charity's ability to continue.

Consolidation

The charity is not required to prepare consolidated accounts in accordance with the Charities Act 2011, and has taken advantage of the option not to prepare consolidated financial statements contained in Section 398 of the Companies Act 2006 on the basis that the charity and its subsidiary undertakings comprise a small group.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. There have been no judgements (apart from those involving estimations) that management has made in the process of applying the entity's accounting policies and that have a significant effect on the amounts recognised in the financial statements. Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome. No key assumptions and other sources of estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year have been made.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes. Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment. Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income: - income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably. - legacy income is recognised when receipt is probable and entitlement is established. - income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers. - income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates: - expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods. - expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities. - other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Intangible assets

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Website - 20% straight line

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and fittings - 20% reducing balance and 25% straight line

Motor vehicles - 25% reducing balance

Investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

Financial instruments

Financial assets - trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost. Prepayments are not financial instruments. Cash at bank is classified as a basic financial instrument and is measured at amortised cost. Financial liabilities - trade creditors, accruals and other creditors are financial instruments, and are measured at amortised cost. Taxation and social security are not included in the financial instruments disclosure definition.

4. Limited by guarantee

The association is a company limited by guarantee formed in 1981 and registered as a charity. The liability of each member is restricted to £1. The Association is exempt from Corporation Tax as long as its income is used for charitable purposes.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
Donations	56,314	56,314	17,400	17,400

6. Other trading activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Subscriptions	54,698	54,698	40,431	40,431
Members day administration contributions	2,038	2,038	–	–
Annual draw	7,832	7,832	6,366	6,366
	64,568	64,568	46,797	46,797

7. Investment income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Bank interest receivable	11,571	11,571	76	76

8. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Costs of raising donations and legacies - Gifts	32,891	32,891	20,031	20,031

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations and promotion	75,263	75,263	7,942	7,942
Support costs	64,778	64,778	47,093	47,093
	140,041	140,041	55,035	55,035

10. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2022 £	Total fund 2021 £
Donations and promotion	75,263	–	75,263	7,942
Governance costs	–	64,778	64,778	47,093
	75,263	64,778	140,041	55,035

11. Net expenditure

Net expenditure is stated after charging/(crediting):

	2022	2021
	£	£
Amortisation of intangible assets	872	872
Depreciation of tangible fixed assets	22,796	21,383
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12. Independent examination fees

	2022	2021
	£	£
Fees payable to the independent examiner for:		
Independent examination of the financial statements	–	1,274
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13. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

14. Intangible assets

	Bookazine	Website	Total
	£	£	£
Cost			
At 1 February 2021 and 31 January 2022	4,000	4,358	8,358
	---	---	---
Amortisation			
At 1 February 2021	–	2,382	2,382
Charge for the year	–	872	872
	-----	-----	-----
At 31 January 2022	–	3,254	3,254
	-----	-----	-----
Carrying amount			
At 31 January 2022	4,000	1,104	5,104
	-----	-----	-----
At 31 January 2021	4,000	1,976	5,976
	---	---	---

15. Tangible fixed assets

	Freehold property	Fixtures and fittings	Motor vehicles	Equipment	Total
	£	£	£	£	£
Cost					
At 1 February 2021	208,198	62,604	109,083	54,743	434,628
Additions	–	–	35,907	–	35,907
	-----	-----	-----	-----	-----
At 31 January 2022	208,198	62,604	144,990	54,743	470,535
	-----	-----	-----	-----	-----
Depreciation					
At 1 February 2021	–	51,936	56,677	–	108,613
Charge for the year	–	3,710	19,086	–	22,796
	-----	-----	-----	-----	-----
At 31 January 2022	–	55,646	75,763	–	131,409
	-----	-----	-----	-----	-----
Carrying amount					
At 31 January 2022	208,198	6,958	69,227	54,743	339,126
	-----	-----	-----	-----	-----
At 31 January 2021	208,198	10,668	52,406	54,743	326,015
	-----	-----	-----	-----	-----

16. Investments

	Shares in group undertakings £
Cost or valuation	
At 1 February 2021 and 31 January 2022	2 ---
Impairment	
At 1 February 2021 and 31 January 2022	— ---
Carrying amount	
At 31 January 2022	2 ---
At 31 January 2021	2 ---

All investments shown above are held at valuation.

17. Debtors

	2022 £	2021 £
Amounts owed by group undertakings	15,816	15,931
Prepayments and accrued income	4,064	8,325
Other debtors	7,181	—
	-----	-----
	27,061	24,256
	-----	-----

18. Creditors: amounts falling due within one year

	2022 £	2021 £
Trade creditors	5,193	1,722
Accruals and deferred income	1,900	2,100
	-----	-----
	7,093	3,822
	-----	-----

19. Analysis of charitable funds

Unrestricted funds

	At 1 February 2021 £	Income £	Expenditure £	At 31 January 2022 £
General funds	1,020,438	132,453	(172,932)	979,959
	-----	-----	-----	-----
	At 1 February 2020 £	Income £	Expenditure £	At 31 January 2021 £
General funds	1,031,231	64,273	(75,066)	1,020,438
	-----	-----	-----	-----

20. Related parties

The company is provided with subscription management and administration services by Mr K Bainborough, Mr R Bainborough's son. During the year services invoiced amounted to £10,440 (2021 - £10,428). No balance was due at the year end.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.