

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 2023

Lincolnshire's Lancaster Association Limited

Company Limited by Guarantee

Financial Statements

Year ended 31 January 2023

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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 2023

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 2023 .

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	(Resigned 21 November 2022)
J S Ball	
T J Allett	
J Bainborough	(Resigned 27 February 2022)
M Brunton	
D Kavanagh	(Resigned 27 February 2022)
P Creswell	(Resigned 27 February 2022)

Mr C Harper	(Appointed 2 April 2022)
R P Chapman	(Appointed 1 December 2023)
R Evans	(Appointed 1 December 2023)
D Kavanagh	(Appointed 1 December 2023)

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.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public Benefit: running a charity (PB2)'.

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 (2022 - £Nil).

Financial review

This year subscriptions have decreased by just over £6,000. Subscription fees are managed by Ken Bainborough. No annual draw took place.

During the year there were donations to the BBMF of £3,077 (2022 - £774). Reserves have decreased by just over £2,000. Investment income decreased to £2,624 (2022 - £11,571).

The company received royalties amounting to £18,417 relating to its investment in the 'Lancaster' Film.

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 30 January 2024 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 2023

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 2023.

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

30 January 2024

Lincolnshire's Lancaster Association Limited

Company Limited by Guarantee

Statement of Financial Activities

(including income and expenditure account)

Year ended 31 January 2023

		2023		2022
		Unrestricted	Total funds	Total funds
	Note	funds		
		£	£	£
Income and endowments				
Donations and legacies	5	5,685	5,685	56,314
Other trading activities	6	66,877	66,877	64,568
Investment income	7	2,624	2,624	11,571
		-----	-----	-----
Total income		75,186	75,186	132,453
		-----	-----	-----
Expenditure				
Expenditure on raising funds:				
Costs of raising donations and legacies	8	6,250	6,250	32,891
Expenditure on charitable activities	9,10	71,841	71,841	140,041
		-----	-----	-----
Total expenditure		78,091	78,091	172,932
		-----	-----	-----
Net expenditure and net movement in funds		(2,905)	(2,905)	(40,479)
		-----	-----	-----
Reconciliation of funds				
Total funds brought forward		979,959	979,959	1,020,438
		-----	-----	-----
Total funds carried forward		977,054	977,054	979,959
		-----	-----	-----

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 2023

	Note	2023 £	2022 £
Fixed assets			
Intangible assets	15	4,232	5,104
Tangible fixed assets	16	241,469	284,383
Heritage assets	17	54,743	54,743
Investments	18	2	2
		---	---
		300,446	344,232
Current assets			
Debtors	20	49,492	27,061
Cash at bank and in hand		632,950	615,759
		---	---
		682,442	642,820
Creditors: amounts falling due within one year	21	5,834	7,093
		---	---
Net current assets		676,608	635,727
		---	---
Total assets less current liabilities		977,054	979,959
		---	---
Net assets		977,054	979,959
		-----	-----
Funds of the charity			
Unrestricted funds		977,054	979,959
		-----	-----
Total charity funds	22	977,054	979,959
		-----	-----

For the year ending 31 January 2023 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 2023

These financial statements were approved by the board of trustees and authorised for issue on 30 January 2024 , 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 2023

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. The financial statements are prepared in sterling, which is the functional currency of the entity.

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

Heritage assets

The Charity holds heritage assets, which are tangible fixed assets of historical, artistic or scientific importance that are held to advance preservation and conservation objectives of the charity. Newly acquired heritage assets gifted to the charity are initially recognised at their market value and capitalised. Heritage assets are subsequently recognised at cost. The very long expected lives of heritage assets, due to their nature, value and need to be protected and preserved means that depreciation is not material and is, therefore, not provided.

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

Donations of £5,685 (2022 - £56,314) were received in the year.

6. Other trading activities

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Subscriptions	48,462	48,462	54,698	54,698
Members day administration contributions	–	–	2,038	2,038
Annual draw	–	–	7,832	7,832
Royalties received	18,415	18,415	–	–
	66,877	66,877	64,568	64,568

7. Investment income

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Bank interest receivable	2,624	2,624	11,571	11,571

8. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Costs of raising donations and legacies - Gifts	6,250	6,250	32,891	32,891

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Donations and promotion	18,646	18,646	75,263	75,263
Support costs	53,195	53,195	64,778	64,778
	71,841	71,841	140,041	140,041

10. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2023 £	Total fund 2022 £
Donations and promotion	18,646	–	18,646	75,263
Governance costs	–	53,195	53,195	64,778
	18,646	53,195	71,841	140,041

11. Net expenditure

Net expenditure is stated after charging/(crediting):

	2023	2022
	£	£
Amortisation of intangible assets	872	872
Depreciation of tangible fixed assets	16,404	22,796
Loss on disposal of heritage assets	805	—
	-----	-----

12. Independent examination fees

	2023	2022
	£	£
Fees payable to the independent examiner for:		
Independent examination of the financial statements	2,135	2,280
	-----	-----

13. Trustee remuneration and expenses

During the year expenses were reimbursed to the 5 trustees amounting to £3,911 (2022 - 2 Trustees £4,364):

In addition C Harper was paid £6,480 (2022 - £Nil) in respect of membership and administration services provided.

14. Staff costs

The Charity had no employees in the year (2022 - Nil)

15. Intangible assets

	Bookazine	Website	Total
	£	£	£
Cost			
At 1 February 2022 and 31 January 2023	4,000	4,358	8,358
	----	----	----
Amortisation			
At 1 February 2022	—	3,254	3,254
Charge for the year	—	872	872
	----	----	----
At 31 January 2023	—	4,126	4,126
	-----	-----	-----
Carrying amount			
At 31 January 2023	4,000	232	4,232
	-----	-----	-----
At 31 January 2022	4,000	1,104	5,104
	-----	-----	-----

16. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Total £
Cost				
At 1 February 2022	208,198	62,604	144,990	415,792
Additions	—	295	—	295
Disposals	—	(1,000)	(35,907)	(36,907)
	-----	-----	-----	-----
At 31 January 2023	208,198	61,899	109,083	379,180
	-----	-----	-----	-----
Depreciation				
At 1 February 2022	—	55,646	75,763	131,409
Charge for the year	—	3,461	12,943	16,404
Disposals	—	(1,000)	(9,102)	(10,102)
	---	---	---	---
At 31 January 2023	—	58,107	79,604	137,711
	---	---	---	---
Carrying amount				
At 31 January 2023	208,198	3,792	29,479	241,469
	---	---	---	---
At 31 January 2022	208,198	6,958	69,227	284,383
	---	---	---	---

17. Heritage assets

The charity owns two aircraft which are considered to be Heritage assets. They are included in the Financial Statements at cost.

	Aircraft £
Cost or valuation	
At 1 February 2022 and 31 January 2023	54,743

Accumulated depreciation	
At 1 February 2022 and 31 January 2023	—

Carrying amount	
At 31 January 2023	54,743

At 31 January 2022	54,743

All heritage assets are reported at cost.

18. Investments

	Shares in group undertakings £
Cost or valuation	
At 1 February 2022 and 31 January 2023	2

Impairment	
At 1 February 2022 and 31 January 2023	—

Carrying amount	
At 31 January 2023	2

At 31 January 2022	2

All investments shown above are held at valuation.

19. Investment entities

Subsidiaries and other investments

	Registered office	Class of share	Percentage of shares held
Subsidiary undertakings			
L. L. A. (Sales) Limited	Unit 4 Wavell Drive Lincoln LN3 4PL	Ordinary	100

20. Debtors

	2023	2022
	£	£
Amounts owed by group undertakings	23,241	15,816
Prepayments and accrued income	4,092	4,064
Other debtors	22,159	7,181
	-----	-----
	49,492	27,061
	-----	-----

21. Creditors: amounts falling due within one year

	2023	2022
	£	£
Trade creditors	2,984	5,193
Accruals and deferred income	2,850	1,900
	-----	-----
	5,834	7,093
	-----	-----

22. Analysis of charitable funds

Unrestricted funds

	At 1 February 2022	Income	Expenditure	At 31 January 2023
	£	£	£	£
General funds	979,959	75,186	(78,091)	977,054
	-----	-----	-----	-----
	At 1 February 2021	Income	Expenditure	At 31 January 2022
	£	£	£	£
General funds	1,020,438	132,453	(172,932)	979,959
	-----	-----	-----	-----

23. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2023 £
Intangible assets	4,232	4,232
Tangible fixed assets	241,469	241,469
Heritage assets	54,743	54,743
Investments	2	2
Current assets	682,442	682,442
Creditors less than 1 year	(5,834)	(5,834)
Net assets	977,054	977,054

	Unrestricted Funds £	Total Funds 2022 £
Intangible assets	5,104	5,104
Tangible fixed assets	284,383	284,383
Heritage assets	54,743	54,743
Investments	2	2
Current assets	708,820	708,820
Creditors less than 1 year	(7,093)	(7,093)
Net assets	1,045,959	1,045,959

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.