

## MIDDLETON RAILWAYS TRUST

### TREASURERS REPORT FOR THE YEAR TO 31st DECEMBER, 1972

#### Audit

The Audit of the Books of the Trust has, this year, been confirmed by an independant Firm of Accountants and is a procedure which I consider essential in view of our Charitable Status.

#### 1972 Accounts.

The Accounts have again be produced to show the detailed sources of income and expenditure with a modest su plus, £686, seen when compared with 1971. The surplus has resulted from:-

- |     |  |       |
|-----|--|-------|
| (a) | Increased "Sales" profit   | +£223 |
|     | Increased sales of scrap   | +£122 |
|     | Additional subscriptions<br>and Conations  | +£ 64 |
| (b) | A reduction in Mechanical Maintenance costs,<br>- £154 (1971 included A.P.C.M. Spares, £75 and<br>Smokebox, £84-50). |       |
| (c) | A reduction in "Old Run" costs, £98 (Winter<br>edition Invoice, £29, not included however).                          |       |
| (d) | A reduction in General Administration costs, £69.  |       |

It will be seen that a full season of Visitors Traffic increased the Revenue but the high price of coal cuts profitability and £274 can be set as direct costs against receipts.

The reduced Goods Traffic tonnage is reflected in receipts but remains as the basic income in maintaining a viable Railway.

### Income Tax Assessment.

Agreement was received from the Inland Revenue during the year that we could claim relief from Assessment under Part XIII of the Income and Corporation Taxes Act, 1970, provided that the purpose and workings of the Trust remain unchanged. This is an important concession allowing the refreshment/souvenir sales to be untaxed, providing that they remain as ancillary to the main objects of the Trust.

### Value Added Tax.

The Trust can remain as unregistered, total sales turnover not exceeding £5,000, and I consider that we should adopt this procedure during the first year of V.A.T. when a comparison may be made of Tax reclaimable under Railway Operation Costs which are zero rates as compared with Tax payable after Registration on Sale items.

### Deeds of Covenant.

The Inland Revenue have now confirmed that we may claim Tax repayment on Deeds of Covenant completed after our Formal Charitable Status was registered. A form of Covenant will be available at the Meeting, together with the Claim Form which has to be completed by the Donator, each year, and returned to the Treasurer who can then claim repayment from the Inland

cont/....

Revenue of approximately 50p. for each £1-25 Subscription/ Donation providing the Member is paying Income Tax at the standard rate of 30%. Please consider completing a Deed of Covenant, and help the Middleton Railway Trust.

Summary.

It has been a good year financially, but the Balance Sheet and accounts must be viewed in the light of future Capital and administration costs.

The Appeal account has slowly grown to £373-05, and the Estimates for the new Depot are now awaited to give a target which must be reached to enable our plans to push forward, whilst a modest increase in Subscriptions has to be considered to simply maintain the costs of Membership Administration and "Old Rur." distribution.

C.D. Ware,  
Treasurer.

"Pine Lodge",  
4 High Street,  
Clifford,  
Wetherby.

MIDDLETON RAILWAY TRUST

SALES ACCOUNT for the year ended 31st DECEMBER:-

	<u>1972</u>	
	<u>£</u>	
Sales	753	
<u>Less</u> Cost of Sales		
Stock as at 1st January 1972	348	
Purchases	<u>458</u>	
	806	
<u>Less</u> Stock as at 31st December 1972	<u>308</u>	498
		<u>255</u>
<u>Less</u> Sundry Expenses		32
		<u>223</u>
Surplus carried to Income & Expenditure Account		<u>223</u>

MIDDLETON RAILWAY TRUST

INCOME AND EXPENDITURE ACCOUNT for the year ended 31st DECEMBER:-

<u>1971</u>			<u>1972</u>	
£			£	
		<u>Income</u>		
-		Surplus from Sales Account	223	
601		Goods Traffic	479	
191		Visitors Traffic	422	
124		Sales of Scrap not Valued	236	
220		Donations and Subscriptions	284	
-		"Old Run" Income	10	
22		Bank Interest	11	
<u>30</u>	1188	Sundry Income	<u>21</u>	1686
		<u>Less Expenditure</u>		
367		Mechanical Maintenance	213	
152		Traffic Expenses	292	
147		Insurance	160	
86		Safety, Plant and Track Expenses	42	
248		"Old Run" Expenses	150	
198		Locomotive Transport	45	
140		Administration	71	
<u>64</u>	1402	Advertising	<u>27</u>	1000

(214) Surplus of Income for the year

686

MIDDLETON RAILWAY TRUST

BALANCE SHEET as at 31st DECEMBER:-

<u>1971</u> £			<u>1972</u> £
		<u>FIXED ASSETS</u>	
		<u>Locomotives, Stocks, Tools etc.</u>	
		<u>at Cost or Valuation.</u>	
2105		Balance as at 1st January, 1972.	2266
		Additions - Half Share in	
261		Peckett Locomotive	360
-		Plant	14
2356			2640
<u>100</u>	2266	<u>Less</u> Disposal	- 2640
		<u>CURRENT ASSETS</u>	
-		Sales Stock on hand	358
-		<u>Less</u> Provision for Dead Stock	50
			308
411		Cash at Bank - Current Account	501
255		Deposit Account	486
<u>34</u>	700	Cash in hand and Floats	<u>65</u> 1360
	<u>2966</u>		<u>4000</u>
		<u>Financed by:-</u>	
		<u>CAPITAL AND RESERVES</u>	
3477		Balance as at 1st January, 1972.	2966
<u>(511)</u>		<u>Add</u> Surplus of Income for the year	<u>686</u>
2966			3652
-	<u>2966</u>	<u>Add</u> Value of Sales Stock as at 1st January, 1972.	<u>348</u> <u>4000</u>

We certify that this balance sheet is in accordance with the books of Middleton Railway Trust, and from information supplied and is a correct copy of the original as audited by us.

Dated this Twenty ninth day of January, 1973.

VOLANS, LEACH & SCHOFIELD

Chartered Accountants,  
10 Blenheim Terrace,  
Woodhouse Lane,  
LEEDS, LS2 9HX