

Charity Registration No. 297818

Company Registration No. 02141333 (England and Wales)

GLOUCESTERSHIRE AVIATION COLLECTION
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2018

GLoucestershire Aviation Collection

LEGAL AND ADMINISTRATIVE INFORMATION

Council Of Management	J. Lewer A.L. Mackinnon D. Hunt (Chairman) T.R. Kershaw G. Howell C. Campbell M. Goodband C. Hill A. Sangwine I. Mowat	(Appointed 6 December 2017)
Secretary	N.J. Bishop	
Charity number	297818	
Company number	02141333	
Registered office	Unit 3 Ambrose House Meteor Court Barnett Way Barnwood Gloucester GL4 3GG	
Independent examiner	Pitt Godden & Taylor LLP Unit 3 Ambrose House Meteor Court Barnett Way Barnwood Gloucester GL4 3GG	
Bankers	Santander Business Banking Bridle Road Bootle L30 4GB Lloyds Bank 130 High Street Cheltenham Glos GL50 1EW	

GLOUCESTERSHIRE AVIATION COLLECTION

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GLoucestershire Aviation Collection

COUNCIL OF MANAGEMENT'S REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 AUGUST 2018

The Council of Management present their report and financial statements for the year ended 31 August 2018.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charitable company's governing document, the Companies Act 2006 and the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) (Charities SORP (FRS 102)).

Objectives and activities

The objectives of the charitable company are to preserve the aeronautical heritage of Gloucestershire for the benefit of the public and to exhibit to members of the public materials related to flying, the air and space industry and its associated technology by means of the establishment and maintenance of an aviation museum and other permanent and temporary exhibitions.

Work continued to improve the display area, including creating more space by putting the reserve model collection and other artifacts in a new storage area above the time tunnel. This space was of great use for special events in the year, notably the Cheltenham 100 exhibition in April, celebrating the part Cheltenham played in WW1 and the centenary of the Royal Air Force. Work continued on the Typhoon, which was moved back to Brockworth to permit work on the fuselage. Access to the Vulcan was improved with hydraulic operation of the access door.

There was good progress towards starting the phase 2 extension to the building and work actually started on site in December 2018. All spare financial resources have been directed towards this project, with other work largely put on hold. From necessity, the boiler was replaced and LED lighting installed in the main display hall. This is saving around 10% of the electricity bill.

Public benefit statement

In planning the charitable company's activities for the year, the Council of Management has complied with the duty in section 17(5) of the Charities Act 2011 to have due regard to guidance published by the Charity Commission on public benefit, at its meetings.

The focus of the charitable company's activities has remained the provision of a museum. After a number of years of being closed to the public, the museum has now been up and running since 2014 and is open to everybody. An entrance fee is not charged, but donations are encouraged.

The charitable company continues to seek to acquire aircraft and materials related to flying and its associated technology, which are of an historic or educational value or interest. Most of the aircraft on site are on view.

GLoucestershire Aviation Collection

COUNCIL OF MANAGEMENT'S REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 AUGUST 2018

Achievements and performance

A year of celebration centred round the RAF centenary plus the achievement of Arts Council accreditation in very short order, thanks in no small measure to the work done by trustees and managers to put the forward plan into operation. This built on the previous year's receipt of the Queen's Award for Voluntary Service and was complemented by our continuing first place on Trip Adviser in the Gloucester area, challenged only by the cathedral. Visitor numbers declined slightly but income still comfortably exceeded running costs.

Links to industry include the annual Cool Aeronautics event to interest schoolchildren in engineering as a career and close relations with near neighbours Triumph, Safran and Complete Motoring. Our relationship with the Airport is still good, but is perhaps more businesslike than in the past.

Fundraising included the second donation of £25,000 from Sir Adrian Swire, a third £7,500 from Triumph and £2000 from a charitable trust in California. We have since had an increase of £30,000 in the Gloucestershire Environmental Trust grant towards the extension and all £105,000 had been received by January 2019. Looking forward, we expect to vacate the workshop at Brockworth sometime in spring 2019. We are also launching a fundraising campaign to raise a further million to fit out the extension. The shell of this is being built now and will cost up to £375000.

A summary of the main activities and achievements of the charitable company during the year is:

	£
Voluntary income	90,310
Shop and cafe income	42,192
	<hr/>
	132,502
	<hr/> <hr/>

Main areas of expenditure achieved by the charitable company during the year:

Costs incurred in running and maintaining the museum	41,560
Costs incurred in running shop and cafe	13,948
Depreciation	12,791
	<hr/>
	68,299
	<hr/> <hr/>

GLoucestershire Aviation Collection

COUNCIL OF MANAGEMENT'S REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 AUGUST 2018

Financial review

It is the policy of the Council of Management that unrestricted funds (including designated funds) which do not relate to heritage assets should be maintained at a level equivalent to at least six month's unrestricted expenditure. The Council of Management considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charitable company's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

At 31 August 2018 overall reserves stood at £1,061,314 (2017 £997,111). This figure consisted of: unrestricted funds £461,764 (2017 £461,099), including revaluation reserve £373,547 (2017 £373,547), designated funds £166,531 (2017 £130,024) and restricted reserves £433,019 (2017 £405,988).

At 31 August 2018 unrestricted funds of £460,207 (2017 £460,167), designated funds of £17,739 (2017 £18,232) and restricted funds of £340,595 (2017 £349,832) could only be realised by disposing of tangible fixed assets.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

Structure, governance and management

The Charity, Gloucestershire Aviation Collection (Charity number 297818, Company number 02141333), is a company limited by guarantee. It is governed by its Memorandum and Articles of Association. It presents itself to the public under the name of Jet Age Museum.

The principal office of the charitable company:

Jet Age Museum
Meteor Business Park
Cheltenham Road East
Gloucester
GL2 9QL

GLOUCESTERSHIRE AVIATION COLLECTION

COUNCIL OF MANAGEMENT'S REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 AUGUST 2018

The Council of Management, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

J. Lewer

A.L. Mackinnon

D. Hunt (Chairman)

T.R. Kershaw

D. Lewington

(Resigned 15 February 2018)

G. Howell

C. Campbell

M. Goodband

C. Hill

A. Sangwine

I. Mowat

(Appointed 6 December 2017)

The Council of Management has the power to appoint any person to be a member of the Council of Management. There is no maximum number of members of the Council of Management, although a figure can be set by the company in General Meeting. The minimum number is two.

GLOUCESTERSHIRE AVIATION COLLECTION

COUNCIL OF MANAGEMENT'S REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 AUGUST 2018

Statement of Council of Management's responsibilities

The Council of Management, who are also the directors of Gloucestershire Aviation Collection for the purpose of company law, are responsible for preparing the Council Of Management's Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the Council of Management to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these accounts, the Council of Management are required to:

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

The Council of Management are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Council of Management's report was approved by the Board of Council Of Management.

A.L. Mackinnon

Council of Management member

Dated: 22 February 2019

GLoucestershire Aviation Collection

INDEPENDENT EXAMINER'S REPORT

TO THE COUNCIL OF MANAGEMENT OF GLOUCESTERSHIRE AVIATION COLLECTION

I report on the financial statements of the charity for the year ended 31 August 2018, which are set out on pages 7 to 18.

Respective responsibilities of Council of Management and examiner

The Council of Management, who are also the directors of Gloucestershire Aviation Collection for the purposes of company law, are responsible for the preparation of the accounts. The Council of Management consider that an audit is not required for this year under section 144(2) of the Charities Act 2011, the 2011 Act, and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under Part 16 of the Companies Act 2006 and is eligible for independent examination, it is my responsibility to:

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

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the financial statements present a 'true and fair view' and the report is limited to those matters set out in the next statement.

Independent examiner's statement

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

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
 - (i) to keep accounting records in accordance with section 386 of the Companies Act 2006; and
 - (ii) to prepare accounts which accord with the accounting records, comply with the accounting requirements of the Companies Act 2006 and with the methods and principles of the Charities SORP (FRS 102) have not been met, or
have not been met or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

N. J. Bishop F.C.C.A. A.C.A
Pitt Godden & Taylor LLP

Unit 3 Ambrose House
Meteor Court
Barnett Way
Barnwood
Gloucester
GL4 3GG

Dated: 22 February 2019

GLOUCESTERSHIRE AVIATION COLLECTION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2018

		Unrestricted funds	Designated funds	Restricted funds	Total 2018	Total 2017
	Notes	£	£	£	£	£
Income from:						
Donations and legacies	3	53,862	-	36,448	90,310	101,160
Charitable activities	4	42,192	-	-	42,192	42,056
Total income		<u>96,054</u>	<u>-</u>	<u>36,448</u>	<u>132,502</u>	<u>143,216</u>
Expenditure on:						
Charitable activities	5	58,389	493	9,417	68,299	60,901
Net incoming resources before transfers		<u>37,665</u>	<u>(493)</u>	<u>27,031</u>	<u>64,203</u>	<u>82,315</u>
Gross transfers between funds		<u>(37,000)</u>	<u>37,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net income for the year/ Net movement in funds		<u>665</u>	<u>36,507</u>	<u>27,031</u>	<u>64,203</u>	<u>82,315</u>
Fund balances at 1 September 2017		<u>461,099</u>	<u>130,024</u>	<u>405,988</u>	<u>997,111</u>	<u>914,796</u>
Fund balances at 31 August 2018		<u><u>461,764</u></u>	<u><u>166,531</u></u>	<u><u>433,019</u></u>	<u><u>1,061,314</u></u>	<u><u>997,111</u></u>

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

GLoucestershire Aviation Collection

BALANCE SHEET

AS AT 31 AUGUST 2018

	Notes	2018		2017	
		£	£	£	£
Fixed assets					
Tangible assets	8		359,652		373,192
Heritage assets	9		458,889		455,039
			<hr/>		<hr/>
			818,541		828,231
Current assets					
Stocks	11	5,185		5,681	
Debtors	12	8,468		8,445	
Cash at bank and in hand		238,064		161,034	
		<hr/>		<hr/>	
		251,717		175,160	
Creditors: amounts falling due within one year	13	(8,944)		(6,280)	
		<hr/>		<hr/>	
Net current assets			242,773		168,880
Total assets less current liabilities			<hr/>		<hr/>
			1,061,314		997,111
			<hr/> <hr/>		<hr/> <hr/>
Income funds					
Restricted funds	14		433,019		405,988
Designated funds	15		166,531		130,024
<u>Unrestricted funds</u>					
Unrestricted income funds		88,217		87,552	
Revaluation reserve		373,547		373,547	
		<hr/>		<hr/>	
			461,764		461,099
			<hr/>		<hr/>
			1,061,314		997,111
			<hr/> <hr/>		<hr/> <hr/>

GLOUCESTERSHIRE AVIATION COLLECTION

BALANCE SHEET (CONTINUED)

AS AT 31 AUGUST 2018

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2018. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements.

The Council of Management acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

The accounts were approved by the Council Of Management on 14 December 2018

D. Hunt (Chairman)
Trustee

Company Registration No. 02141333

GLoucestershire Aviation Collection

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2018

1 Accounting policies

Charity information

Gloucestershire Aviation Collection is a private company limited by guarantee incorporated in England and Wales. The registered office is Unit 3 Ambrose House, Meteor Court, Barnett Way, Barnwood, Gloucester, GL4 3GG.

1.1 Accounting convention

These accounts have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"), "Accounting and Reporting by Charities" the Statement of Recommended Practice for charities applying FRS 102 (update bulletin 1), the Companies Act 2006, UK Generally Accepted Accounting Practice as it applies from 1 January 2015 and the Charities Act 2011. The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention modified to include the revaluation of heritage assets. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Council of Management have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Council of Management continue to adopt the going concern basis of accounting in preparing the financial statements.

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

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Council of Management in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Incoming resources

Donations, grants and cafe and shop income are included in the period when the conditions for entitlement, certainty and measurement are met.

Investment income is accounted for when received,

GLoucestershire Aviation Collection

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

1 Accounting policies

(Continued)

1.5 Resources expended

Liabilities recognised as resources expended are included in the period when there is a legal or constructive obligation, committing the charitable company to the expenditure. Their allocation is as follows:

Costs of running the museum, shop and cafe are included under charitable activities.

Costs of examining the accounts are included under charitable activities.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold buildings	2.5% on cost
Plant and machinery	25% on written down value
Fixtures, fittings & equipment	25% on written down value

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Heritage assets

Heritage assets are stated at valuation less depreciation. Revaluation gains/losses are credited/charged to the relevant fund account.

No depreciation is charged because it is immaterial, as the estimated residual value of the assets is not materially different from the carrying amount of the assets.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/(expenditure) for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

GLoucestershire Aviation Collection

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

1 Accounting policies (Continued)

1.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

1.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.11 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.12 Current assets

Current assets are stated at the lower of cost and net realisable value.

1.13 Liabilities

Liabilities are stated at settlement value.

GLOUCESTERSHIRE AVIATION COLLECTION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the Council of Management are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Total
	2018 £	2018 £	2018 £	2017 £
Donations and gifts	53,862	36,448	90,310	101,160
For the year ended 31 August 2017	<u>53,272</u>	<u>47,888</u>		<u>101,160</u>

Included in the total donations and gifts for the year ended 31 August 2018 are donations as follows: Sir Adrian Swire £25,000 and Triumph Actuation £7,500.

4 Charitable activities

	2018 £	2017 £
Unrestricted shop and cafe income	<u>42,192</u>	<u>42,056</u>

GLOUCESTERSHIRE AVIATION COLLECTION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

5 Charitable activities

	2018 £	2017 £
Depreciation and impairment	12,791	13,850
Rent - operating lease	3,839	927
Rates and service charge	708	-
Insurance	4,482	3,830
Electricity, Gas and water	6,284	8,342
Consumables and equipment	17,222	8,199
Advert, newsletters and reunions	4,890	6,382
Subscriptions	615	55
Other costs	653	1,133
Cost of shop and cafe sales	13,948	14,712
Legal, bank and accountancy	1,427	2,031
Independent examination (examination only)	1,440	1,440
	<u>68,299</u>	<u>60,901</u>
Analysis by fund		
Unrestricted funds	58,389	50,892
Designated funds	493	493
Restricted funds	9,417	9,516
	<u>68,299</u>	<u>60,901</u>

6 Council Of Management

None of the Council of Management (or any persons connected with them) received any remuneration or expenses during the year.

7 Employees

There were no employees during the year.

GLOUCESTERSHIRE AVIATION COLLECTION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

8 Tangible fixed assets

	Freehold buildings	Plant and machinery	Fixtures, fittings & equipment	Total
	£	£	£	£
Cost				
At 1 September 2017	400,369	505	26,276	427,150
Additions	49	-	-	49
Disposals	(798)	-	-	(798)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 August 2018	399,620	505	26,276	426,401
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Depreciation and impairment				
At 1 September 2017	38,700	505	14,753	53,958
Depreciation charged in the year	9,910	-	2,881	12,791
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 August 2018	48,610	505	17,634	66,749
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Carrying amount				
At 31 August 2018	<u>351,010</u>	<u>-</u>	<u>8,642</u>	<u>359,652</u>
At 31 August 2017	<u>361,669</u>	<u>-</u>	<u>11,523</u>	<u>373,192</u>

The freehold building has been constructed on land which is leased from a third party.

GLOUCESTERSHIRE AVIATION COLLECTION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

9 Heritage assets

	£
Valuation at 1 September 2017	455,039
Purchases	3,850
	458,889
Valuation at 31 August 2018	458,889

The charitable company has acquired over many years several retired military aircraft and other artifacts. These include 5 complete Meteors, a Vampire, a Gladiator, forward fuselages of a Hunter, a Harrier, another Meteor, a Typhoon, Trident forward fuselage and the sole surviving Javelin F.4. The charitable company also has replicas of the Gloster E28/39, the Gloster Gamecock and a Hurricane. There is also a large number of other artifacts, including several aero engines. Those aircraft which have undergone restoration or have been built more or less from scrap, have a significant amount of volunteer labour time invested in them.

These assets, were valued by the Council of Management, at 31 August 2013, at market value, based on insurance values to reflect replacement cost. Due to the nature of the assets involved, the Council of Management believes this to be a realistic basis on which to value these assets. The valuation has not been updated in the reporting period, as the council of management is not aware of any material change since the last valuation.

Had these assets not been revalued, they would have been stated at cost £85,342 (2017 £81,492). Any depreciation would have been immaterial, as the estimated residual value of the assets would have at least equalled their cost.

Recorded expenditure this year and for the preceding 4 years, on these assets is as follows

2018	£3,850	2017	£5,831
2016	£8,884	2015	£42,535
2014	£7,789		

10 Financial instruments

	2018	2017
	£	£
Carrying amount of financial assets		
Debt instruments measured at amortised cost	8,468	8,445
	8,468	8,445
Carrying amount of financial liabilities		
Measured at amortised cost	8,944	6,280
	8,944	6,280

11 Stocks

	2018	2017
	£	£
Finished goods and goods for resale	5,185	5,681
	5,185	5,681

GLOUCESTERSHIRE AVIATION COLLECTION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

12 Debtors

	2018	2017
Amounts falling due within one year:	£	£
Other debtors	8,468	8,445
	<u>8,468</u>	<u>8,445</u>

13 Creditors: amounts falling due within one year

	2018	2017
	£	£
Trade creditors	7,744	5,080
Accruals and deferred income	1,200	1,200
	<u>8,944</u>	<u>6,280</u>

14 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds			
	Balance at 1 September 2017	Incoming resources	Resources expended	Balance at 31 August 2018
	£	£	£	£
Building fund	386,157	35,560	(9,417)	412,300
H H Martyn display	237	-	-	237
Donation for exhibits- Horsa, Meteor & Typhoon	19,594	888	-	20,482
	<u>405,988</u>	<u>36,448</u>	<u>(9,417)</u>	<u>433,019</u>

15 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds			
	Balance at 1 September 2017	Incoming resources	Resources expended	Balance at 31 August 2018
	£	£	£	£
Building fund	130,024	37,000	(493)	166,531
	<u>130,024</u>	<u>37,000</u>	<u>(493)</u>	<u>166,531</u>

GLoucestershire Aviation Collection

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

16 Analysis of net assets between funds

	Unrestricted funds 2018 £	Designated funds 2018 £	Restricted funds 2018 £	Total 2018 £	Total 2017 £
Fund balances at 31 August 2018 are represented by:					
Tangible assets	8,642	17,739	333,271	359,652	373,192
Heritage assets	451,565	-	7,324	458,889	455,039
Current assets/(liabilities)	1,557	148,792	92,424	242,773	168,880
	<u>461,764</u>	<u>166,531</u>	<u>433,019</u>	<u>1,061,314</u>	<u>997,111</u>

17 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2018 £	2017 £
Within one year	<u>1,200</u>	<u>-</u>

The charitable company also leases the land upon which its building is situated from a third party landlord. Under this lease, rent payable is based on a percentage of a defined 'operating profit'. Accordingly, future rent commitments cannot be quantified with reasonable certainty, however, based on this definition of operating profit, it is unlikely that any significant rent will be payable to the landlord for the foreseeable future.

18 Related party transactions

D. Lewington, a member of the Council of Management for part of the year, was also a director of Gloucestershire Airport Limited, from which Gloucestershire Aviation Collection leases the land upon which its building is situated.

19 Control

The Council of Management believe the charitable company is not under the control of any individual.