

SS Great Britain Trust
(a company limited by guarantee)

CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 JANUARY 2017

Company Number: 1000878

Charity Number: 262158

ss Great Britain Trust

Financial Statements

Year Ended 31 January 2017

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Report of the Board of Trustees

Year Ended 31 January 2017

The Members of the Board of Trustees have pleasure in presenting their report, including the Strategic Report, and the financial statements of the group for the year ended 31 January 2017. These have been prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Articles of Association, 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 (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

The Trust has two primary objectives which are;

1. To conserve and preserve the SS Great Britain in the Great Western Dockyard for all time for the benefit of the public as a ship of historic and scientific interest and to place the same upon public display as a museum accessible for all.
2. To increase the sum of public knowledge and to promote the study of: maritime & industrial engineering & science; maritime archaeology & social history; the life and works of I.K. Brunel and his historical context and significance in the modern world; and to collect, conserve, and make accessible as a museum, artefacts and specimens that demonstrate and reflect a tangible link with the past and present of maritime & industrial engineering & science, and maritime archaeology & social history, for the benefit of the public.

The Trustees adopted a new Strategic Plan in 2011 that set the direction of travel for the charity over the next five years or so. The main aims of this Plan are as follows:

- I. The Trust will maintain and enhance an exciting, unusual, authentic, accessible museum and heritage visitor attraction based upon and around Brunel's SS Great Britain.
- II. The Trust will seek to increase the sum of public knowledge and to promote the study of maritime engineering, history, archaeology and science by developing the Brunel Institute as a first-class national centre for study, conservation, research, teaching and learning, including the collaboration with the University of Bristol.
- III. The Trust will seek, through the concept of a "National Brunel Centre of Excellence at the SS Great Britain", to raise public recognition of the ship, museum and archive as being of national and international significance with a particular role in the study of I.K. Brunel and his works.
- IV. The Trust will seek to secure a greater critical mass of sustainable high quality visitor attraction with increased dwell times and repeat visit rates.
- V. The Trust will expand its national and international network of friends, supporters, funders, volunteers and stakeholders.
- VI. The Trust will survive and thrive through being a marketing oriented, creative, entrepreneurial and learning organisation based upon the primary precepts of high quality in all its services for its audiences and clients, and sustainability through care and creativity in its garnering, harbouring and use of resources of all kinds.
- VII. The Trust will seek to maximise the commercial potential of its assets, including enhanced visitor and customer service, along with commercial returns from property, trading, conferences, licensed premises and other opportunities.

STRATEGIC REPORT

Main achievements within the year

The Trust had a challenging start to the year with visitor numbers for the first quarter falling below the prior year and expected levels. This was offset by a strong performance for the last two quarters resulting in a solid year overall.

The biggest excitement of the year was starting to redevelop the buildings on the north side of the dry dock. The Brunel Drawing Office was renovated with a grant from Biffaward and work on the new building to house a Brunel Museum commenced. The project will be opened to the public in 2018.

The collections of the Trust grew through the Cultural Gifts scheme which facilitated the transfer of the largest private collection of Brunel artefacts to the Trust. Many of these items will be displayed in the new museum.

The Trust continued the development of a fully-integrated group of digital systems that will allow a holistic approach to communications; before, during and after a museum visit. This will help create a seamless visitor journey and has been funded by Arts Council England from its Museum Resilience Fund. The project will take 3 years to complete.

Volunteers, including all Trustees, continue to play a valuable role in enhancing the visitor experience in a variety of roles. New volunteer roles were introduced during the year, notably the introduction of a ‘Quaker’ character in steerage. This role was created using authentic source material which provided the detail of a Quaker passenger who travelled on the ship. There were 152 active volunteers contributing to the work of the Trust at the year end.

Collaboration with the University of Bristol through the Brunel Institute partnership continues to add real value to the educational work of the Trust. The collaboration passed its first 5 year review.

Visitors and Trading

Visitor numbers exceeded budget, but were slightly lower than last year’s high levels. The total number of visitors, including Events & Conferences, was 194,470 compared with 207,274 last year. Visitors enjoyed inaugural holiday events celebrating the launch of the ship and a Victorian Christmas. Despite the fall in visitor numbers, all trading areas recorded a profit in the year. Overall the Trading company profit for the year was £94k (£185k in 2016). Retail saw increases in income, spend per visitor and profit margin. Catering profits were suppressed by unexpected events in the year and increased competition in the area. Events & Conferences had a challenging year with clients numbering 12,438 in the year compared with 14,968 last year. The ticketed special events, held on board the ship, continued during the year. These included a Murder Mystery dinner, Dickensian Christmas dinners, and a Halloween event, where Bristol Old Vic actors took inspiration from the ship’s history to inform spooky performances.

Financial Review

The Group incoming resources for the year were £1,946,118 (last year outgoing resources £253,319). The primary driver for this level of surplus is unrealised gains on the Endowment fund of £910,923 and £1,335,403 increase in restricted funds as monies were raised towards the £7.2 million Being Brunel Museum Project. These funds will be expended in 2017.

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Report of the Board of Trustees

Year Ended 31 January 2017

The individual funds breakdown between Unrestricted, Restricted and Endowment is as follows:

a) Unrestricted Funds

The table below shows the unrestricted Operating Deficit for the current year was £204,692 compared with a surplus of £112,500 in the previous year. Trustees approved a deficit unrestricted fund budget for 2016 to fund the Education programme (cost of £183k), while securing further funding, and to invest in growth of the organisation to support the proposed expansion of the site. The year end deficit is less than the budget level as expenditure was tightly controlled throughout the year and the cost of the Education programme was reduced due to receipt of extended funding from Arts Council England for the Museum and Schools project. The overall unrestricted deficit retained for the year shows the expenditure in the year of prior year accumulated surplus upon Designated fund special projects.

	2017	2016
	£	£
Operating (Deficit)/Surplus before Designated fund projects spending	(204,692)	112,500
Less Designated fund projects expenditure (not capitalised)	<u>(376,183)</u>	<u>(226,122)</u>
(Deficit) before transfers	(580,875)	(113,622)
Transfer of donations into Endowment Fund	0	(68,329)
Transfer of income from Endowment Fund	<u>135,046</u>	<u>116,920</u>
Unrestricted (Deficit) retained	<u>(445,829)</u>	<u>(65,031)</u>

b) Restricted Funds

The overall value of restricted funds increased in the year due to £2.2 million of income received in the year not being spent within the year; and the spend on the Being Brunel project being capitalised. Restricted funds increased by £1,335,403 this year (2016: increased by £50,347).

c) Endowment Funds

The Endowment Fund produced a net income of £135,046 (2016: £116,920) which was transferred to the Trust during the year. The fund's capital value increased during the year by £1,056,544 (2016: decreased by £137,941) through investment gains of £971,620 (2016 losses: £324,184), of which £60,697 were realised (2016; losses £19,349 realised). The investment gains reflect the increase in value of the FTSE stock exchange over the year.

The fund also received £84,924 capital as restricted donations. This created a total Endowment Fund value of £6,047,950 (last year £4,991,406).

Plans for the future

The current Strategic Plan lays out how the Trust will continue to meet its primary goals, examines what changes it needs to make and how it can continue to achieve its charitable activities whilst retaining its financial stability.

The Trust will continue to monitor and preserve the SS Great Britain in her dock, and also develop and expand, as far as funding permits, the activities of the Brunel Institute education programmes and partnerships.

The Trust will expand its activities with regard to the life and works of I.K. Brunel.

The Trust will seek through its capital investment programme to raise the number of paying visitors to the ship and dockyard experience, particularly through focussing on developing the buildings immediately around the dry dock, as well as the experience within the ship herself. The core of this programme is the significant capital investment of £7.2 million in the Being Brunel Museum Project on the North side of the dry dock, which is now fully funded by a £4.9 million NHMF Heritage Lottery Fund Grant, donations from major trusts and foundations, and an investment grant of £620,000 from HM Government through DCMS. This project will expand and enhance the visitor experience, while providing public access to the Grade 2* listed Brunel

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Drawing Office and the significant Brunel collections that are now cared for by the Trust in the Brunel Institute. Work commenced on site in January 2017, and the project is planned to open to the public in February 2018.

The Trustees are undertaking the enabling work for the next Strategic Plan that will be developed and approved by 2018. It will define the future direction of the Trust subsequent to the completion of the existing plan, the opening of the Being Brunel Project, and the completion of the first phase of the Future Brunels programme.

In the year the Trust has engaged in negotiations with Bristol City Council to acquire a long-term interest in the neighbouring Albion Dock complex, with a view to long term strategic development and expansion of the Trust site. These negotiations are likely to conclude in 2017.

Risk management

The members of the Board of Trustees monitor progress towards the risk management plan on a quarterly basis for projects and an annual basis for the Trust. The risk management strategy produces a regular review of risks that the Trust may face, and establishes procedures to mitigate those risks identified.

It is also the policy of the Board of Trustees to hold insurance on the ship and the collection on the basis of the possible maximum conservation and refit cost that may be incurred in a major disaster, and not the full replacement cost, as most of the collection and the ship herself are unique and irreplaceable.

As part of the process of due diligence the Trust reviewed the provision of insurance cover during the year.

Principal risks and uncertainties

- Environmental risks such as flooding or fire on the site, which could lead to damage or destruction of the ship and museum.
- Uninsurable risks such as corrosion which could lead to damage or destruction of the ship and collections.
- Loss of external funding such that the Trust is unable to fund delivery of services, programmes and maintenance.
- The capital value of the Endowment Fund decreases due to investment losses and funds are no longer available for conservation work.
- Loss of reputation resulting in reduction in visitor numbers and stakeholders losing confidence in the organisation.
- Trading subsidiary performance falling and the Trust not receiving any donated profits from it.

All risks have been considered by Trustees and plans have been put in place to mitigate them and their impact on the Trust. These include rigorous real time monitoring and reporting of relevant indicators that record risk levels and appropriate insurance cover.

HERITAGE ASSETS

It is the policy of the Trust not to capitalise heritage assets in the SS Great Britain Trust Collection. These items are in effect inalienable, held in principle in perpetuity, and are mostly irreplaceable. Any financially based valuation would be misleading to the value and significance of the material culture involved. The Trust has a clear duty to care for and make available these assets for the enjoyment and education of the public as far as is possible, commensurate with the long term care of these items. The highest possible standards of collection management are applied, and the catalogues are made available as widely as possible to facilitate all enquiries and requests for information, subject to appropriate security and data protection guidelines.

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The only class of object that does not fall into these categories are some of the printed library books. These books are managed with the same care and rigour as any other items in the collection, but are not completely irreplaceable and are not held in perpetuity but utilised for public education purposes. Where realistic valuations exist for these items, and where they constitute a significant value, they will be included as financial assets.

INVESTMENT POLICY

The Trust operates a permanent endowment to protect the long term future of capital arising from the 2010 Phase 2 development and to provide a regular income stream into SS Great Britain Trust for its charitable purposes. The appointed investment managers (Rathbones Investment Management Limited) are instructed to invest to maximise the total return on permanent endowment funds within the constraint of a medium risk portfolio with a long term time horizon. The general policy is to invest in a manner that can publically be described as socially responsible. Investment should provide for sufficient capital growth to cover for reasonable inflation, and to target interest income of 3.5% to 4% per annum, payable quarterly to the Trust. These targets were achieved for the year.

RESERVES

In accordance with its Reserves Policy the Trust has created reserve funds from reported surpluses and other assets. These are laid out in these accounts at Note 19. The named 'Reserve Fund' is intended to provide contingency funds for special capital and revenue funding at the disposal of the Trustees. The principle of the policy is to hold around £400,000 in this fund.

As at 31 January 2017 total Trust reserves amounted to £18,758,408. Of these reserves £6,047,950 were held by the ss Great Britain Endowment Trust, and £10,400,645 could only be realised by disposing of fixed assets. A further £1,450,333 is restricted income and not available for general purposes. £495,048 has been designated from prior year reserves for approved projects in 2017. Therefore the free cash balance reported at 31 January 2017 stands at £364,432.

PUBLIC BENEFIT

The Trust reviews its goals, objectives and activities each year, to ensure that the key activities for the year are in keeping with its goals and are meeting its charitable aims. The Trust has referred to the Charity Commission's guidance on public benefit when reviewing its goals and activities. The Trustees ensure that all ongoing and future activities are consistent with the primary goals of the Trust and are of benefit to the public.

In accordance with the Charities Act 2011, as amended in 2016, the Trustees report that the Trust carries out fundraising activities to support its charitable goals, and that it does not employ an external professional fundraiser or commercial participator. All fundraising staff and volunteers are trained and managed to the highest standards of good practice in fundraising.

REFERENCE AND ADMINISTRATIVE INFORMATION

The general information including the names of members of the Board of Trustees, the principal address of the charity and particulars of the charity's professional advisers is given on pages 8 to 10.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The charity is governed by the Memorandum and Articles of Association with which it was incorporated on 27 January 1971 and which were revised in November 1999, June 2005 and June 2006. It is registered in England and Wales. This document was reviewed and updated to current standards in June 2011 in which the

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Report of the Board of Trustees

Year Ended 31 January 2017

memorandum has been merged with the Articles. Known as the Articles of Association, the new document is in line with current best practice. The objects of the charity were revised in June 2012 and are laid out on page 2.

Members of the Board of Trustees, who are directors for the purpose of company law and Trustees for the purpose of charity law, and who served during the year and up to the date of this report, are set out on page 8. Trustees retire in rotation in accordance with the Articles of Association.

The Members of the Board of Trustees are appointed by the Annual General Meeting. The Board of Trustees meet formally at least four times per annum. The Trust holds £1,000,000 of Trustee indemnity insurance.

The Director, who is Chief Executive of the organisation and reports to the Board of Trustees, heads the staff structure. Reporting to him is an Executive team comprising the Director of Operations, Director of Conservation & Education, Director of Marketing, Communications and Development and the Director of Finance and Administration. A total of 77 full time equivalent staff was employed by the Trust at the year-end. The Trust is a Living Wage Foundation Employer and no member of staff is paid below the recommended hourly rate of pay. In addition, there are 152 volunteers who support the staff in a wide variety of roles that greatly enhance the visitor experiences. The Trustees recognise and value the essential and fundamental contribution made to the success of the Trust by its staff and volunteers.

The Trust acknowledges the need to refresh its governing body with new members on a regular basis. It also is aware of the need to identify the appropriate skills sets required among its Board of Trustees for effective governance. The Audit and Remuneration Sub-Committee monitors and advises the Board of Trustees on these needs. It reviews and identifies potential future members of the Board of Trustees and the skills that they may have to offer the Trust. Upon election or co-option new members of the Board of Trustees are inducted through one to one sessions with the Director and are issued with an Induction Pack.

The Trust has adopted the Good Governance Code developed by the Governance Hub. To this end the Trust has carried out a comprehensive review of all the policies and protocols associated with the running of the Trust. The Trust regularly reviews and updates where necessary all policies and protocols.

SS Great Britain Trading Limited is the wholly owned trading subsidiary company of the charity. Any profit made by this subsidiary is donated to the charity by way of a Gift Aid donation.

The SS Great Britain Endowment Trust is a charitable subsidiary of the Trust that holds the permanent and non-permanent endowment on the Trust's behalf and acts in accordance with the Endowment, Investment and Reserves Policy. The Board of Trustees is the sole trustee of the subsidiary. Income from this endowment is used solely in fulfilling the charitable objectives of the SS Great Britain Trust.

KEY MANAGEMENT PERSONNEL REMUNERATION

The Trustees consider the Board of Trustees, the Director & Chief Executive and the Executive team as comprising the key management personnel of the charity in charge of directing and controlling the charity and running and operating of the charity on a day to day basis. All trustees give their time freely and no trustee remuneration was paid in the year. Details of trustee expenses and related party transactions are disclosed in note 9 to the accounts.

Trustees are required to disclose all relevant interests in an annual disclosure and in accordance with the Trust's policy withdraw from any decisions where a conflict of interest arises.

The pay of the Director & Chief Executive and the Executive team is reviewed by Trustees annually and comparisons made to appropriate benchmarks.

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Report of the Board of Trustees

Year Ended 31 January 2017

LEGAL AND ADMINISTRATIVE INFORMATION

Registered charity number	262158
Registered company number	1000878
Registered office	No 1 Brunel Square Gas Ferry Road Bristol BS1 6UP
Patron	HRH The Duke of York KCVO ADC
Vice Presidents	Andrew Burn MC Michael Hill MBE David Parkes Alderman Brian Richards JP Clive Richards OBE DL Roger Smedley MBE The Rt Hon the Lord Euan Strathcona and Mount Royal Capt Christopher Young RN (Rtd)

MEMBERS OF THE BOARD OF TRUSTEES AS AT 31 JANUARY 2017

Chairman	Colin Green CBE
Vice-chairman	Dinah Moore
Hon. Treasurer	John Hollingdale FCA (retired 7 th July 2016) Kerry Lock (appointed 7 th July 2016)
Members	James Berresford (co-opted 11 th January 2017) Chris Booy OBE Dr Helen Doe Peaches Golding OBE Dr Campbell McMurray OBE Sam Mullins Lucy Ramseyer (appointed 7 th July 2016) Prof. Ros Sutherland Jan Stam Dr Grant Watson OBE (retired 7 th July 2016)

Report of the Board of Trustees

Year Ended 31 January 2017

LEGAL AND ADMINISTRATIVE INFORMATION (continued)

Guarantors

The legal members of the charitable company are known as "Guarantors". All members of the board of trustees and the following individuals are guarantors:

Mr Alan Aberg	Dr Campbell Mackenzie
Mr Michael Andrews	Mrs Cara MacMahon
Mrs Janet Brinnand	Mr David Parkes
Mr Edward Cooke	Mr Alf Perry (deceased 2 nd Nov 2016)
Dr Tony Dickens	Mrs Mary Prior MBE
Mr Richard Fitzgeorge Parker	Alderman Brian Richards JP
Dr Jo Gipps OBE	Mrs Jane Sharman CBE
Mr John & Mrs Lynne Griffin	Mr Roger Smedley MBE
Mr Martyn Heighton (deceased 6 th Nov 2016)	Mr David Sproxton CBE
Mr Michael Hill MBE	Mr Robert Stafford
Mr Don Jones	Mr Ken Stradling
Professor Andrew Lambert	The Rt Hon the Lord Euan Strathcona & Mount Royal
Mr Chris & Mrs Jill Legge	Captain Chris Young RN (Rtd)
Dr Malcolm Lewis	Mrs Jean Young MBE
Mr Stephen & Mrs Jean Macfarlane	
Dr Liz Mackenzie MBE	

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Report of the Board of Trustees

Year Ended 31 January 2017

LEGAL AND ADMINISTRATIVE INFORMATION (continued)

Director & Chief Executive Dr Matthew Tanner MBE LLD. (hon.) MA M.Phil FRSA

Company Secretary Angela Spreadbury CIMA

Key Management Personnel:
Matthew Tanner
Sally Cordwell
Rhian Tritton
Angela Spreadbury
Julie Sienesi (until 5th August 2016)
Louisa Pharaoh

Bankers
Lloyds Bank plc
3rd Floor
25 Gresham Street
London
EC2V 7HN

Handelsbanken
66 Queen Square
Bristol
BS1 4JP

Auditors
Mazars LLP
90 Victoria Street
Bristol
BS1 6DP

Investment Managers
Rathbones Investment Management Ltd
10 Queen Square
Bristol
BS1 4NT

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Report of the Board of Trustees

Year Ended 31 January 2017

BOARD OF TRUSTEES

Chris Booy and Dr Campbell McMurray retire in rotation in accordance with the Articles of Association and cannot offer themselves for re-election this year.

RESPONSIBILITIES OF THE MEMBERS OF THE BOARD OF TRUSTEES

The Trustees (who are also directors of SS Great Britain Trust for the purposes of company law) are responsible for preparing the Report of the Board of Trustees; the Strategic Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charitable company and of the group and of the incoming resources and application of resources, including income and expenditure, of the group for the year. In preparing those 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;
- 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 charitable company 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 the group and which enable them to ensure that the financial statements comply with the Companies Act 2006 and the Charities Act 2011. They are also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

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Report of the Board of Trustees

Year Ended 31 January 2017

AUDITORS

A resolution to appoint Mazars as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 485 of the Companies Act 2006.

This report, including Strategic Report, was approved by order of the Board of Trustees on 12th May 2017.

Signed on behalf of the Board of Trustees:

C H Green CBE
Chairman

A Spreadbury CIMA
Company Secretary

Registered Office:
No 1 Brunel Square
Gas Ferry Road
Bristol
BS1 6UP

Independent auditor's report to the members and trustees of ss Great Britain Trust

We have audited the financial statements of ss Great Britain Trust for the year ended 31 January 2017 which comprise the Group Statement of Financial Activities, the Group Summary Income and Expenditure account, the Group and Parent Charitable Company Balance Sheets, the Group Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Respective responsibilities of trustees and auditor

As explained more fully in the Responsibilities of Members of the Board of Trustees Statement set out on page 11, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors. This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body for our audit work, for this report, or for the opinions we have formed.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent charitable company's affairs as at 31 January 2017 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Trustees' Annual Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Trustees' Annual Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Richard Bott (Senior Statutory Auditor)

for and on behalf of Mazars LLP

Chartered Accountants and Statutory Auditor

90 Victoria Street

Bristol

BS1 6DP

Date 1st June 2017

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Group Statement of Financial Activities (including income and expenditure)

Year Ended 31 January 2017

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2017 £	Total 2016 £
Income and Endowments from:						
Donations and Legacies		42,850	2,135,261	-	2,178,111	918,723
Other Trading Activities	2	1,716,127	23,167	-	1,739,294	2,116,881
Investment Income		3,742	-	161,375	165,117	145,303
Charitable activities						
Day Membership (including gift aid)		1,998,331	-	-	1,998,331	2,049,236
Members covenants and subscriptions		24,595	1,050	-	25,645	27,171
Total		3,785,645	2,159,478	161,375	6,106,498	5,257,314
Expenditure on:						
Cost of raising funds						
SS Great Britain Trading Limited	3	1,698,967	-	-	1,698,967	1,836,967
Fundraising and communications	4	152,503	-	-	152,503	204,406
Investment management fees		-	-	26,329	26,329	24,815
Charitable activities	5	2,515,050	739,151	-	3,254,201	3,120,261
Total		4,366,520	739,151	26,329	5,132,000	5,186,449
Net (expenditure)/income before investment (losses)/gains		(580,875)	1,420,327	135,046	974,498	70,865
(Losses)/Gains on investment assets						
– realised		-	-	60,697	60,697	(19,349)
– unrealised		-	-	910,923	910,923	(304,835)
Net (expenditure)/income before transfers	9	(580,875)	1,420,327	1,106,666	1,946,118	(253,319)
Transfers between funds	19	135,046	(84,924)	(50,122)	-	-
Net movement in funds for the year		(445,829)	1,335,403	1,056,544	1,946,118	(253,319)
Total funds brought forward		3,870,459	7,950,425	4,991,406	16,812,290	17,065,609
Total funds carried forward		3,424,630	9,285,828	6,047,950	18,758,408	16,812,290

All of the above are derived from continuing activities. All gains and losses recognised in the year are included in the Statement of Financial Activities.

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Group Income and Expenditure Account

Year Ended 31 January 2017

Summary Income and Expenditure Account for the year ended 31 January 2017

	Unrestricted Funds £	Restricted Funds £	2017 £	2016 £
Gross income	3,785,645	2,159,478	5,945,123	5,115,579
Total expenditure	4,366,520	739,151	5,105,671	5,161,634
Net (expenditure)/income for the year	<u>(580,875)</u>	<u>1,420,327</u>	<u>839,452</u>	<u>(46,055)</u>

The summary income and expenditure account is derived from the Statement of Financial Activities on page 15 and excludes endowment funds.

In accordance with the provisions of the Companies Act 2006, a separate income and expenditure account dealing with the results of the parent company only has not been presented. The net incoming resources for the charity only for the year were £1,065,568 (2016: £67,616).

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Balance Sheets

Year Ended 31 January 2017

	Note	Group 2017 £	2016 £	Company 2017 £	2016 £
FIXED ASSETS					
Tangible fixed assets	11	10,400,645	9,917,560	10,383,953	9,902,638
Investments	12	<u>6,048,050</u>	<u>4,991,506</u>	<u>200</u>	<u>200</u>
		16,448,695	14,909,066	10,384,153	9,902,838
CURRENT ASSETS					
Stocks		108,557	132,615	-	-
Debtors	13	586,954	378,105	749,475	525,779
Cash at bank and in hand	14	<u>2,318,018</u>	<u>1,795,165</u>	<u>2,047,446</u>	<u>1,494,063</u>
		3,013,529	2,305,885	2,796,921	2,019,842
CREDITORS: Amounts falling due in one year	15	<u>(703,816)</u>	<u>(402,661)</u>	<u>(575,636)</u>	<u>(297,886)</u>
NET CURRENT ASSETS		<u>2,309,713</u>	<u>1,903,224</u>	<u>2,221,285</u>	<u>1,721,956</u>
TOTAL ASSETS LESS CURRENT LIABILITIES	18	<u>18,758,408</u>	<u>16,812,290</u>	<u>12,605,438</u>	<u>11,624,794</u>
FUNDS					
Endowment funds	20	6,047,950	4,991,406	-	-
Restricted funds	21	9,285,828	7,950,425	9,285,828	7,950,425
Unrestricted funds:					
Designated funds	22	495,048	448,211	495,048	448,211
Reserve fund		400,000	400,000	400,000	400,000
General funds		<u>2,529,582</u>	<u>3,022,248</u>	<u>2,424,562</u>	<u>2,826,158</u>
		3,424,630	3,870,459	3,319,610	3,674,369
TOTAL FUNDS		<u>18,758,408</u>	<u>16,812,290</u>	<u>12,605,438</u>	<u>11,624,794</u>

These financial statements were approved by the Board of Trustees and authorised for issue on 18th May 2017 and are signed on their behalf by:

.....
C H Green CBE
(Chairman)

.....
K Lock
(Hon Treasurer)

ss Great Britain Trust

Group Cash Flow Statements

Year Ended 31 January 2017

	2017 £	2016 £
Cash used in operating activities	1,452,705	542,134
Investment income	165,117	145,303
Purchase of tangible fixed assets	(1,010,045)	(10,192)
Purchase of investments	(84,924)	(186,243)
Increase/(decrease) in cash and cash equivalents in the year	<u>522,853</u>	<u>(491,002)</u>
Cash and cash equivalents at beginning of the year	1,795,165	1,304,163
Total cash and cash equivalents at the end of the year (note 14)	<u>2,318,018</u>	<u>1,795,165</u>

**RECONCILIATION OF NET INCOME TO NET
CASH INFLOW FROM OPERATING ACTIVITIES**

	2017 £	2016 £
Net income for the year	974,498	70,865
Investment income	(165,117)	(145,303)
Depreciation and loss on disposal	526,960	615,414
Decrease/(Increase) in stocks	24,058	(7,769)
(Increase) in debtors	(208,849)	(42,875)
Increase in creditors	301,155	51,802
Cash used in operating activities	<u>1,452,705</u>	<u>542,134</u>

GENERAL INFORMATION

SS Great Britain Trust is a charitable company limited by guarantee, incorporated in England and Wales, company number is 1000878 and charity number is 262158. Its registered office is 1 Brunel Square, Bristol BS1 6UP.

1. ACCOUNTING POLICIES

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

Basis of accounting

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 (FRS102) (effective 1 January 2015) – (Charities SORP (FRS102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and the Companies Act 2006.

SS Great Britain Trust 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 notes.

The presentation currency is sterling and the accounts are rounded to the nearest £. The comparative information is for the year ended 31 January 2016.

Preparation of the accounts on a going concern basis

The Trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern, since it can meet liabilities as they fall due because of the level of assets currently held.

Basis of consolidation

The consolidated financial statements incorporate the financial statements of the company and its subsidiaries, SS Great Britain Trading Limited and The SS Great Britain Endowment Trust, on a line by line basis. A separate statement of financial activities, or income and expenditure account, for the charitable company itself is not presented because the charitable company has taken advantage of the exemptions afforded by section 408 of the Companies Act 2006 and SORP (FRS 102).

Incoming resources

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured reliably. Income comprises donations and grants received by the company together with income from fund-raising and the trading subsidiary, exclusive of Value Added Tax where applicable. Donations, legacy and fund-raising income are recognised on a received basis. Grants and income from trading are recognised on a receivable basis. Visitors purchase a ticket on their first visit and any further visits during the year are free. All ticket sale income is recognised at point of sale.

Resources expended

Resources expended are recognised in the period in which they are incurred. Resources expended are allocated to a particular activity where the cost relates directly to that activity.

General support costs are allocated to charitable activities based on the proportion of core staff attributable to each activity.

1. ACCOUNTING POLICIES (continued)

Endowment fund

Net income derived from the endowment fund is transferred to unrestricted funds and is available for the Trust to use to further its objects.

Tangible fixed assets

Tangible fixed assets held for use by the group are stated at cost less depreciation.

Expenditure on the dock and conservation equipment which surround the hull of the SS Great Britain has been included in the balance sheet as fixed assets.

Expenditure on interpretation assets placed around and inside the hull of the SS Great Britain has been included in the balance sheet as fixed assets.

Heritage assets

It is the policy of the Board not to capitalise heritage assets in the museum collection.

The Board considers that financial valuations of heritage assets would be misleading to the value and significance of the material culture involved. In many cases reliable cost information is not available or there are significant costs involved in obtaining a valuation that would outweigh any benefits. However, it is very important for a museum to account to the public for the management and care for the collections entrusted to it. High standards of Collections Management are applied to the collection in order to preserve and manage it on behalf of, and to make it available to, the public. An Accession Register and full records are kept on the collection, its provenance, and its donors. These are made available for all enquiries and requests, subject to appropriate security and data protection guidelines. The museum is Accredited with Arts Council England, and achieves Good or Best Practice in all categories within the definitive "Benchmarks in Collections Care" protocols.

Conservation expenditure incurred on heritage assets, including the hull of the SS Great Britain, has been written off to the Statement of Financial Activities.

Depreciation

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

Leasehold property	Straight line between 10 and 50 years
Dock and conservation equipment	Straight line over 25 years
Access and interpretation assets	Straight line over 5, 10 or 20 years
Furniture and equipment	10 - 33% straight line or 20 - 25% reducing balance

The development projects have not been depreciated. Depreciation will be charged from the completion of the relevant project to which the expenditure relates after transfer to the appropriate fixed asset category.

Stocks

Stocks, all of which relate to SS Great Britain Trading Limited, are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

1. ACCOUNTING POLICIES (continued)

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount relating to future periods.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial Instruments

The Trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Operating lease and hire purchase agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against income as incurred. Assets purchased under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Statement of Financial Activities so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Investments

Investments are stated at market value at the balance sheet date. The Statement of Financial Activities includes the net gains and losses arising on revaluation and disposals throughout the year.

Pension costs

The company operates a defined contribution group personal pension. Amounts payable by the company are charged to the Statement of Financial Activities.

2. OTHER TRADING ACTIVITIES

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Unrestricted				
Income from fundraising	17,083	54,029	17,083	54,029
Income from SS Great Britain Trading Limited (see note 3)	1,699,044	1,919,802	-	-
Facility Fee from SS Great Britain Trading Limited	-	-	114,996	114,996
	<u>1,716,127</u>	<u>1,973,831</u>	<u>132,079</u>	<u>169,025</u>
Restricted				
Income from fundraising	23,167	143,050	23,167	143,050
	<u>1,739,294</u>	<u>2,116,881</u>	<u>155,246</u>	<u>312,075</u>

3. NET INCOME FROM TRADING ACTIVITIES OF SUBSIDIARY

The principal activities of the subsidiary SS Great Britain Trading Limited (company number 00999528) were those of providing a retail, catering and function business at the SS Great Britain. A summary of the results and balance sheet of SS Great Britain Trading Limited is set out below.

	2017	2016
	£	£
Turnover	1,699,044	1,919,802
Expenditure	(1,696,130)	(1,833,387)
Intra-group recharges, income and expenses	93,932	102,966
Governance costs	(2,832)	(3,580)
Retained profit for the year	<u>94,014</u>	<u>185,801</u>
Prior year distribution	(185,077)	(233,564)
Balance brought forward	196,197	243,960
Balance carried forward	<u>105,134</u>	<u>196,197</u>
Assets	454,684	300,966
Liabilities	(349,550)	(104,769)
Net assets	<u>105,134</u>	<u>196,197</u>

Notes to the Financial Statements

Year Ended 31 January 2017

4. FUNDRAISING AND COMMUNICATIONS

Expenditure amounted to £152,503 compared with £204,406 last year. The costs are driven by the activity required to raise the funds required for the Being Brunel Project and matched funding for the Catalyst Endowment award.

5. CHARITABLE EXPENDITURE

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Conservation and Maintenance (see note 6)	1,284,807	1,208,155	1,292,900	1,208,155
Curatorial and Education (see note 7)	1,238,966	1,317,259	1,238,966	1,317,259
Brunel Institute Project	58,062	47,222	58,062	47,222
Day Membership and Advertising	672,366	547,625	672,365	547,625
Management charge by SS Great Britain Trading Limited	-	-	200,835	217,962
	<u>3,254,201</u>	<u>3,120,261</u>	<u>3,463,128</u>	<u>3,338,223</u>

6. CONSERVATION AND MAINTENANCE COSTS

Group	Unrestricted	Restricted	2017 Total	2016 Total
	£	£	£	£
Conservation and Dehumidification	175,637	-	175,637	161,473
Maintenance	426,994	-	426,994	440,390
Depreciation	-	275,741	275,741	275,741
Support Costs (see note 8)	341,771	64,664	406,435	330,551
	<u>944,402</u>	<u>340,405</u>	<u>1,284,807</u>	<u>1,208,155</u>

7. CURATORIAL AND EDUCATION COSTS

Group and Company	Unrestricted	Restricted	2017 Total	2016 Total
	£	£	£	£
Curatorial	302,309	46,721	349,030	379,415
Education	213,823	127,030	340,853	382,169
Depreciation	16,633	67,953	84,586	177,903
Support Costs (see note 8)	390,595	73,902	464,497	377,772
	<u>923,360</u>	<u>315,606</u>	<u>1,238,966</u>	<u>1,317,259</u>

Notes to the Financial Statements

Year Ended 31 January 2017

8. SUPPORT COSTS

Group and Company	Unrestricted £	Restricted £	2017 Total £	2016 Total £
Wages and Salaries	543,511	-	543,511	496,593
Establishment Costs	159,703	-	159,703	143,462
Legal and Professional fees	-	-	-	1,539
Finance Costs	18,224	-	18,224	20,069
Depreciation	96,608	65,644	162,252	157,923
Marketing and PR	246,420	156,062	402,482	206,472
Governance	18,623	-	18,623	11,860
Other overheads	88,696	-	88,696	95,398
	<u>1,171,785</u>	<u>221,706</u>	<u>1,393,491</u>	<u>1,133,316</u>

Support costs have been allocated to charitable activities as shown in the table below. The allocation is based on the proportion of core staff attributable to each activity.

The increase in Support costs is made up of restricted spend on the Digital Project and increases in wages as a number of previously vacant positions in the structure were filled.

Governance costs of £4,462 (2016: £3,580) incurred by the subsidiary are included in SS Great Britain Trading Limited expenditure.

During the year the Trust made purchases of goods and services of £20,934 from Aardman Animations. Kerry Lock, a member of the Board of Trustees is Finance Director at Aardman Animations. This transaction was carried out on an arm's length basis and there was no balance outstanding at the year end.

Group and Company	Unrestricted £	Restricted £	2017 Total £	2016 Total £
Conservation and Maintenance	341,771	64,664	406,435	330,551
Curatorial and Education	390,595	73,902	464,497	377,772
Brunel Institute Project	48,824	9,238	58,062	47,222
Day membership	390,595	73,902	464,497	377,771
	<u>1,171,785</u>	<u>221,706</u>	<u>1,393,491</u>	<u>1,133,316</u>

9. NET INCOME FOR THE YEAR

The net income is stated after charging:

	Group		Company	
	2017 £	2016 £	2017 £	2016 £
Depreciation	526,960	615,414	522,581	611,568
Operating lease costs – plant and machinery	4,945	4,942	4,945	4,942
Expenditure on Designated projects from prior year surpluses	376,183	212,432	376,183	212,432
Audit related services	7,945	7,720	5,035	4,890
Non audit related accountancy services	-	750	-	750

During the year no members of the Board of Trustees or related parties received any remuneration. Four trustees received travel expenses totalling £2,031 (2016: 4 trustees received total of £1,994 in travel exps).

Notes to the Financial Statements

Year Ended 31 January 2017

During the year six Trustees made donations totalling £4,660 (2016: 4 trustees donated a total of £8,000).

10. PARTICULARS OF EMPLOYEES

The average monthly headcount was 87 staff (2016: 85) and the average number of full time equivalent staff (including casual and part time staff) employed by the group during the financial year amounted to:

	Group		Company	
	2017	2016	2017	2016
Curatorial/Education	13	9	13	9
Office and management	12	10	9	6
Communications and fundraising	11	10	11	10
Preservation	8	8	8	8
Development	2	3	2	3
Commercial Staff	<u>31</u>	<u>35</u>	<u>--</u>	<u>--</u>
	<u>77</u>	<u>75</u>	<u>43</u>	<u>36</u>

The aggregate payroll costs of the above were:

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Wages and salaries	1,811,041	1,683,148	1,154,817	1,022,666
Social security costs	154,309	131,962	108,956	87,397
Other pension costs	58,925	54,316	43,370	37,944
Redundancy and termination payments	12,415	6,900	-	6,900
	<u>2,036,690</u>	<u>1,876,326</u>	<u>1,307,143</u>	<u>1,154,907</u>

The redundancy and termination payments relate to one member of staff (2016: two members of staff). One employee earned remuneration in the range £90,000 to £100,000 per annum (2016: one employee in the range £90,000 to £100,000). A total of £371,830 (2016: £336,606) was paid in respect of salary and benefits for key management personnel (total 6 staff. 5 staff in 2016).

Pension Commitments

The group operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund and amounted to £58,925 (2016 - £54,316). Contributions totalling £9,140 (2016 - £9,646) were payable to the fund at the balance sheet date and are included in creditors.

Notes to the Financial Statements

Year Ended 31 January 2017

11. TANGIBLE FIXED ASSETS

Group	Long leasehold property £	Dock and conservation equipment £	Access and interpretation assets £	Furniture and equipment £	Total £
COST OR VALUATION					
At 1 February 2016	6,817,790	5,954,310	3,449,105	388,616	16,609,821
Additions	-	-	-	6,149	6,149
Disposals	-	-	-	(2,500)	(2,500)
Transfers	1,003,895	-	-	-	1,003,895
At 31 January 2017	7,821,685	5,954,310	3,449,105	392,265	17,617,365
DEPRECIATION					
At 1 February 2016	1,110,279	2,491,908	2,809,904	280,169	6,692,260
Charge for the year	163,511	238,172	95,528	29,749	526,960
Elimination on disposal	-	-	-	(2,500)	(2,500)
At 31 January 2017	1,273,790	2,730,080	2,905,432	307,418	7,216,720
NET BOOK VALUE					
At 31 January 2017	6,547,895	3,224,230	543,673	84,847	10,400,645
At 31 January 2016	5,707,511	3,462,402	639,201	108,446	9,917,560

ss Great Britain Trust

Notes to the Financial Statements

Year Ended 31 January 2017

11. TANGIBLE FIXED ASSETS (continued)

Company	Long leasehold property £	Dock and conservation equipment £	Access and interpretation assets £	Furniture and equipment £	Total £
COST OR VALUATION					
At 1 February 2016	6,817,790	5,954,310	3,449,105	354,348	16,575,553
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Transfers	1,003,895	-	-	-	1,003,895
At 31 January 2017	<u>7,821,685</u>	<u>5,954,310</u>	<u>3,449,105</u>	<u>354,348</u>	<u>17,579,448</u>
DEPRECIATION					
At 1 February 2016	1,110,279	2,491,908	2,809,904	260,823	6,672,914
Charge for the year	163,511	238,172	95,528	25,370	522,581
Elimination on disposal	-	-	-	-	-
At 31 January 2017	<u>1,273,790</u>	<u>2,730,080</u>	<u>2,905,432</u>	<u>286,193</u>	<u>7,195,495</u>
NET BOOK VALUE					
At 31 January 2017	<u>6,547,895</u>	<u>3,224,230</u>	<u>543,673</u>	<u>68,155</u>	<u>10,383,953</u>
At 31 January 2016	<u>5,707,511</u>	<u>3,462,402</u>	<u>639,201</u>	<u>93,524</u>	<u>9,902,638</u>

Notes to the Financial Statements

Year Ended 31 January 2017

12. INVESTMENTS

Group	National	Listed	Cash	Total
	Savings	Investment		
	£	Portfolio	£	£
		£		
Market value at 1 February 2016	100	4,954,694	36,712	4,991,506
Additions	-	665,343	-	665,343
Disposals	-	(726,611)	-	(726,611)
Investment gains	-	957,493	-	957,493
Cash movement	-	-	160,319	160,319
Market value at 31 January 2017	100	5,850,919	197,031	6,048,050
Historical cost	100	4,311,206	197,031	4,508,337

Included within investments is £197,031 (2016: £36,712) of cash which is to be used for reinvestment. Further information on the Endowment Fund is in note 20.

Company

COST AND NET BOOK VALUE	2017	2016
At 1 February 2016 and 31 January 2017:	£	£
Shares in SS Great Britain Trading Limited	100	100
National Savings	100	100
	200	200

SS Great Britain Trading Limited is a wholly owned subsidiary, incorporated in the UK.

13. DEBTORS

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Trade Debtors	41,485	28,760	-	-
Amounts owed by group undertakings	-	-	219,382	192,082
VAT recoverable	21,386	6,331	23,920	6,331
Prepayments and accrued income	524,083	343,014	506,173	327,366
	586,954	378,105	749,475	525,779

Notes to the Financial Statements

Year Ended 31 January 2017

14. CASH AT BANK AND IN HAND
(Being cash and cash equivalents)

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Restricted funds	1,143,756	546,615	1,143,756	546,615
Unrestricted funds:				
Reserve fund	400,000	400,000	400,000	400,000
Designated funds	525,421	461,901	525,421	461,901
General funds	248,841	386,649	(21,731)	85,547
	<u>2,318,018</u>	<u>1,795,165</u>	<u>2,047,446</u>	<u>1,494,063</u>

15. CREDITORS: Amounts falling due within one year

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Trade Creditors	325,233	235,373	281,672	189,796
Amounts owed to group undertakings	-	-	-	792
PAYE and social security	41,692	37,785	30,968	23,974
Other creditors (retentions)	-	8,895	-	8,895
Accruals and deferred income	336,891	120,608	262,996	74,429
	<u>703,816</u>	<u>402,661</u>	<u>575,636</u>	<u>297,886</u>

16. COMMITMENTS

Commitments under operating leases:

At 31 January 2017 the group and company had annual commitments under non-cancellable operating leases as set out below:

Group and Company	Assets other than land and buildings	
	2017	2016
	£	£
Within 1 year	4,945	4,945
Within 1 – 2 years	967	4,945
Within 2 – 5 years	656	1,624

Notes to the Financial Statements

Year Ended 31 January 2017

17. LEGAL STATUS

The charity is a company limited by guarantee and has no share capital. The liability of each guarantor in the event of winding-up is limited to £5.

18. NET ASSETS

Group

	Unrestricted			Endowment Fund £	Total £
	General Funds £	Designated and reserve funds £	Restricted Funds £		
Tangible fixed assets	2,565,151	-	7,835,494	-	10,400,645
Investments	100	-	-	6,047,950	6,048,050
Cash	248,841	925,421	1,143,756	-	2,318,018
Current assets	279,918	-	415,593	-	695,511
Current liabilities	(564,427)	(30,373)	(109,016)	-	(703,816)
	<u>2,529,582</u>	<u>895,048</u>	<u>9,285,828</u>	<u>6,047,950</u>	<u>18,758,408</u>

Company

	Unrestricted			Total £
	General Funds £	Designated and reserve funds £	Restricted Funds £	
Tangible fixed assets	2,548,459	-	7,835,494	10,383,953
Investments	200	-	-	200
Cash	(21,731)	925,421	1,142,849	2,047,446
Current assets	333,882	-	415,593	749,475
Current liabilities	(436,247)	(30,373)	(109,016)	(575,636)
	<u>2,424,562</u>	<u>895,048</u>	<u>9,285,828</u>	<u>12,605,438</u>

Notes to the Financial Statements

Year Ended 31 January 2017

19. FUNDS

GROUP	Balance	Movement in funds				Balance
	1 February 2016 £	Incoming Resources £	Expenditure £	Gains £	Transfers £	31 January 2017 £
Endowment Fund	4,991,406	161,375	(26,329)	971,620	(50,122)	6,047,950
Restricted funds	7,950,425	2,159,478	(739,151)	-	(84,924)	9,285,828
Unrestricted funds:						
Designated funds	448,211	-	(376,183)	-	423,020	495,048
Reserve funds	400,000	-	-	-	-	400,000
General funds	3,022,248	3,785,645	(3,990,337)	-	(287,974)	2,529,582
	3,870,459	3,785,645	(4,366,520)	-	135,046	3,424,630
	16,812,290	6,106,498	(5,132,000)	971,620	-	18,758,408
COMPANY						
	£	£	£	£	£	£
Restricted funds	7,950,425	2,159,478	(739,151)	-	(84,924)	9,285,828
Unrestricted funds:						
Designated funds	448,211	-	(376,183)	-	423,020	495,048
Reserve funds	400,000	-	-	-	-	400,000
General funds	2,826,158	2,521,717	(2,500,293)	-	(423,020)	2,424,562
	3,674,369	2,521,717	(2,876,476)	-	-	3,319,610
	11,624,794	4,681,195	(3,615,627)	-	(84,924)	12,605,438

20. ENDOWMENT FUND

The Endowment Fund represents the movement on the investment portfolio of the subsidiary charity called The SS Great Britain Endowment Trust (charity number 262158.1).

The net income earned by the Endowment Fund during the year amounted to £135,046 (2016: £116,920) and this has been treated as a transfer from the Endowment Fund to unrestricted funds.

The capital value of the Endowment Fund increased by £1,056,544 (2016: decrease of £137,941) during the year due to realised gains on the disposal of investments of £60,697 (2016: losses of £19,349) and unrealised gains on revaluation at the year end of £910,923 (2016: losses of £304,853). In addition, the Trust received restricted donations of £72,268 and £84,924 of restricted funds were transferred to the Endowment Fund in the year.

Included within Endowment Funds is an investment revaluation reserve of £1,555,323 (2016: £644,400).

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Year Ended 31 January 2017

21. RESTRICTED FUNDS

Restricted funds comprise the following amounts held for specific purposes:

	Balance	Movement in funds:			Balance
	1 February 2016 £	Incoming Resources £	Expenditure £	Transfers £	31 January 2017 £
Fixed asset funds					
Ship interpretation and dockyard assets	3,801,916	-	(274,397)	-	3,527,519
Brunel Institute	3,018,603	-	(78,551)	-	2,940,052
Engine	382,280	-	(43,077)	-	339,203
New masts	11,969	-	(11,969)	-	-
Dry Dock	26,169	-	(1,344)	-	24,825
Being Brunel	-	-	-	1,003,895	1,003,895
	<u>7,240,937</u>	<u>-</u>	<u>(409,338)</u>	<u>1,003,895</u>	<u>7,835,494</u>
Revenue funds					
Being Brunel	541,954	1,685,466	(0)	(1,003,895)	1,223,525
Brunel Institute	48,312	53,134	(86,919)	-	14,527
Museums and Schools	53,460	99,360	(80,345)	-	72,475
Digital Project	41,586	208,152	(156,062)	-	93,676
International Project	-	23,023	(6,487)	-	16,536
Education	-	18,075	-	-	18,075
Endowment Fund	24,176	72,268	-	(84,924)	11,520
	<u>709,488</u>	<u>2,159,478</u>	<u>(329,813)</u>	<u>(1,089,726)</u>	<u>1,450,334</u>
	<u>7,950,425</u>	<u>2,159,478</u>	<u>(739,151)</u>	<u>(84,924)</u>	<u>9,285,828</u>

21. **RESTRICTED FUNDS (continued)**

Restricted fixed asset funds

These funds are represented by tangible fixed assets financed by grants and donations given for these specific purposes. Such assets are written off over their estimated useful life and the expenditure charged to these funds is the depreciation of these assets.

Ship interpretation and dockyard assets

This fund is represented by assets acquired for the long term preservation of the ship and was financed by the sums received from the Heritage Lottery Fund together with the partnership element of funding the Trust raised from other sources.

Brunel Institute

The Brunel Institute fixed asset fund relates to funds raised towards the capital costs of creating the Brunel Institute.

Engine fund

The Engine fund has been used to recreate and maintain a replica Ship's Engine and associated facilities.

New masts

The new masts fund is made up of money received from the Gulbenkian prize and other donations arising from the mast appeal. It also includes monies received for the replacement of the mizzen mast as part of the Go Aloft! Project.

Dry dock

The dry dock fund has been used for the purpose of reducing the water ingress and the energy costs of operating the controlled environment in the dock. This fund was transferred from revenue funds during the year.

Being Brunel

This asset is work in progress and consists of the redevelopment of the buildings on the north side of the dry dock to house a Brunel Museum and the opening of the Drawing Office.

Revenue funds

Revenue funds are financed by grants and donations given for the specific revenue purposes set out below.

Being Brunel

The redevelopment of the buildings on the north side of the dry dock to house a Brunel Museum and the opening of the Drawing Office.

NHMF (HLF) has awarded £4.9 million grant and DCMS have awarded £620k towards this project. NHMF have taken out a legal charge against the site.

The Brunel Institute fund

The Brunel Institute fund relates to funds raised for the revenue costs of creating and the subsequent

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Notes to the Financial Statements

Year Ended 31 January 2017

running of the Brunel Institute.

Museum and Schools

Working in collaboration with the Science Museum, this is a project funded by Arts Council England aimed at keeping children engaged in education as they transition between primary and secondary school.

Digital Project

Art Council England have awarded a grant that will enable the delivery of a fully-integrated group of digital systems that will provide a seamless visitor/customer experience. This is a 3 year programme.

Education Programme

Monies received towards the various Education programmes that are made available to children of school age, including the Future Brunels project which has a cohort from each of the senior school years.

Endowment Fund

The Trust received donations of £72,268 which were applied according to the wishes of the donor to the Endowment Fund.

Opening up the World of the SS Great Britain (International project)

A grant was received from the Arts Council England to enable the use of the designated collection to open up the international impact of the SS Great Britain's voyages and share these findings with national, international and diverse audiences by telling compelling stories about passengers and crew.

22. DESIGNATED FUNDS

	2017	2016
	£	£
Opening Balance	448,211	386,433
Utilised	(376,183)	(226,122)
New designations	423,020	287,900
Closing Balance	<u>495,048</u>	<u>448,211</u>

Designated funds represent unrestricted funds set aside by Trustees for current and approved projects. The total amount set aside for the year was not fully utilised as several projects have been delayed until the current year.