

HARVEY'S FOUNDRY TRUST

England & Wales · Charity number 1112920

Details

Status	Registered
Legal form	Charitable company
Company number	04764003
Registered	2006-02-03
Register	View on the Charity Commission register

Contact

Address	Harveys Foundry Trust John Harvey House 24 Foundry Square Hayle Cornwall TR27 4HH
Phone	01736 757683
Email	secretary@harveysfoundrytrust.org.uk
Website	www.harveysfoundrytrust.org.uk

Activities

Objects: TO PROMOTE THE PRESERVATION, DEVELOPMENT, IMPROVEMENT AND EDUCATION FOR THE BENEFIT OF THE PEOPLE OF HAYLE, THE COUNTY OF CORNWALL AND THE NATION, THE NATURAL, HISTORICAL, ARCHITECTURAL AND CONSTRUCTIONAL HERITAGE, FEATURES, OBJECTS, COLLECTIONS AND PROJECTS OF HISTORIC AND PUBLIC INTEREST, INCLUDING IN BUILDINGS (INCLUDING ANY BUILDING AS DEFINED IN SECTION 336 OF THE TOWN AND COUNTRY PLANNING ACT 1990) OF PARTICULAR BEAUTY OR HISTORICAL, ARCHITECTURAL OR CONSTRUCTIONAL INTEREST;

Activities: Promoting the preservation, protection, development, improvement & education for the benefit of the people of Hayle, Cornwall & the nation, the natural historical, architectural & constructional heritage, features, objects, collections and projects of historic & public interest, including buildings of particular beauty or historical, architectural or constructional interest.

Classification

- **How:** Provides Human Resources, Provides Buildings/facilities/open Space, Provides Advocacy/advice/information, Sponsors Or Undertakes Research, Acts As An Umbrella Or Resource Body
- **What:** General Charitable Purposes, Education/training, Environment/conservation/heritage, Economic/community Development/employment
- **Who:** Children/young People, Elderly/old People

Geography

- **Area of benefit:** HAYLE, AND THE COUNTY OF CORNWALL
- Cornwall

Finances

Period end	Income	Expenditure	Assets	Employees
2025-05-31	£887,598	£386,961	£2,403,746	4
2024-05-31	£530,930	£466,848	£2,401,078	4
2023-05-31	£384,199	£360,174	-	-
2022-05-31	£309,728	£323,805	-	-
2021-05-31	£291,935	£2,874,644	-	-
2020-05-31	£348,616	£287,787	-	-

Trustees

Name	Role	Appointed
BRIAN CAPPER	Chair	
JOHN RICHARD LLOYD		2012-04-26
KINGSLEY JOHN THOMAS RICKARD		
Kathryn Galbraith		2025-10-17
Kieran McHugh		2022-11-02
MR ROBB LELLO		
Peter Channon		2022-07-13
RICHARD JOHN GYLES MORTON		
STELLA MARY RUNNALLS THOMAS		
Sharon Johnson		2022-11-02

Accounts

Charity registration number 1112920

Company registration number 04764003 (England and Wales)

HARVEY'S FOUNDRY TRUST

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2025

HARVEY'S FOUNDRY TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr B Capper Ms S D Johnson Mr R H Lello Mr J R Lloyd Mr R J G Morton Mr K J T Rickard Ms S M R Thomas Mr K McHugh Mr P Channon Ms K Galbraith	(Appointed 17 October 2025)
Secretary	Mr R J G Morton	
Senior management	Mr B Capper Mr J R Lloyd Mr K McHugh	Chair - nominated by Hayle Town Council Vice chair (appointed 6 November 2024) Treasurer (appointed 29 January 2025)
Charity number	1112920	
Company number	04764003	
Registered office	24 Foundry Square Hayle Cornwall United Kingdom TR27 4HH	
Independent examiner	TC Group Vivian House Newham Road Truro Cornwall United Kingdom TR1 2DP	
Bankers	Barclays Bank Plc 8-9 Market Jew Street Penzance Cornwall TR18 2TW	

HARVEY'S FOUNDRY TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Solicitors	GA Solicitors 25 Lockyer Street Plymouth DEVON PL1 2QW
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HARVEY'S FOUNDRY TRUST

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HARVEY'S FOUNDRY TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MAY 2025

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 May 2025. The trustees have adopted the provisions of 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 2019).

This report serves the purposes of both a trustees' report and a directors' report under company law.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 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 2019).

Objectives and activities

The charity's objects are:

to promote the preservation, protection, development, improvements and education for the benefit of the people of Hayle, the county of Cornwall and the nation, the natural, historical, architectural and constructional heritage, features, objects, collections and projects of historic and public interest, including buildings (as defined in section 336 of the Town and Country planning Act 1990) of particular beauty of historical, architectural or constructional interest.

Background

Harvey's Foundry Trust (The Trust) is a community development organisation which aims to use heritage and culture to help contribute towards the regeneration of the town of Hayle in West Cornwall.

We own and manage Harvey's Foundry, a two-hectare historically important site in Hayle, West Cornwall. The site was once the location of Harvey & Co. - famed for its engineering expertise - which helped shape the Cornish industrial revolution. Unfortunately, as traditional industries declined in Britain, Harvey & Co. closed and the site became derelict, with Hayle and its surrounding areas falling into economic and physical decline.

The Trust was created in the mid-1990s; it developed from the local community working in partnership with key stakeholders to protect and preserve Hayle's rich heritage.

The Trust has renovated redundant listed buildings and brought them back into economic use (and thus safeguarding their future) ensuring that significant heritage assets of the town are preserved for future generations. The income generated from this activity means that the Trust is not reliant on grants for its core running costs and, most importantly, can make use of its educational value to enhance people's enjoyment and understanding of Hayle's heritage. The charity renovated 5 listed buildings (all of which were on the at-risk register) and has also built a stylish new build: Dowren House. These projects have created office space for new business in the town, enabling over 40 businesses to locate and start up in the town, resulting in over 150 jobs.

Alongside this, the Trust promotes and protects the town's heritage through a range of activities, channelled principally through Hayle Heritage Centre, whilst amassing an impressive collection of objects, and attracting over 11,000 visitors.

HARVEY'S FOUNDRY TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

Aims

A Forward Strategy developed in 2014 outlined the Trust's key aims and sets out our statement of purpose.

The Trust envisioned that The Centre would be the cultural anchor for the development and expansion of the regeneration programme that has been taking place at Harvey's Foundry and contribute to the wider regeneration of Hayle.

"To create a vibrant, viable destination for residents and visitors that uses heritage as the focus for a range of uses and contributes to the regeneration of Hayle"

"To protect, promote and conserve Hayle's cultural history".

Our mission

To preserve and promote the heritage and history of Hayle and the surrounding areas.

What do we want to achieve?

- We want to create a welcoming research centre.
- We want to protect and preserve Hayle's remaining listed buildings.
- Build and preserve a collection of artefacts, archival material and information that relates to the history of Hayle and its surrounding areas.
- Act as a hub for education and learning in the town.
- Give the residents of Hayle a sense of pride in their town.
- Publicise Hayle's international importance.

We want to create a centre that provides Hayle with a community focus and gives the Harvey's Foundry site a cultural anchor.

Public benefit

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

HARVEY'S FOUNDRY TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

Significant activities

Our main activities in support of our charitable objectives for the year ending 31 May 2025 were:

General Trust activities

The Trust administration is going well, we have been actively looking for new trustees, we appointed a new one, Kathryn Galbraith and appointed a new treasurer.

We have started to advertise units directly through Right Move rather than using a third-party estate agent to reduce costs and this has worked well with occupancy still around 90%.

Hayle Heritage Centre

Hayle Herstory

We successfully applied for a grant from AIM (Association of Independent Museums) to run a project called Hayle Herstory. This project created a new body of research, that informed an outreach programme targeted at new audiences, and was used to create an exhibition held in Hayle Heritage Centre from April 2024 to October 2024.

Volunteers spent 808 hours, researching new stories using resources such as The National Archives, British Newspaper archives, Kresen Kernow (Cornwall's County archive), and other museums collections. From this research we created an exhibition that focused on 13 historical women and groups of women, with 13 modern Cornish women (from a variety of backgrounds, geologist, scientists, sportswomen and performers).

The research led to us loaning objects for the exhibition from: - Penlee House, St Ives Museum, Hypatia Trust, Morab Library, Museum of Cornish Life, Royal Cornwall Museum, King Edward Mine, and the Sedgwick Museum at Cambridge University. We traced existing families of 4 of the historical women, and loaned items including family photos, letters and objects. We worked with Redfern Gallery who hold the Marget Mellis collection (featured in the exhibition) and loaned her artwork to display. This resulted in objects in the exhibition that had never been seen by the public before, or objects that had never been displayed in Cornwall before.

We also ran a program of talks, workshops and events that involved a wider range of people in heritage: -

- 60 local primary school children came and took part in the Kids Rock workshop, their geodes were then displayed as part of the final exhibition,
- We connected with 55 people at Hayle recreation ground,
- 144 people came to talks,
- 51 people came on guided tours,
- 120 children came to the craft sessions,
- We had 70 new people sign up to our newsletter (total now 120) this goes out quarterly with articles on the history of the town, and highlighting objects from our collection.
- In total we connected with over 2000 visitors through this project, and following a reflection session with the volunteers who manned the exhibition they said that a lot of people who came through the door (particularly women) had not been to the centre before and had come specifically to see the exhibition.

HARVEY'S FOUNDRY TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

OBJECTIVES AND ACTIVITIES

Public benefit

The Trust's core values (public benefits) are: Regeneration, Education and Conservation.

We fulfil those values through a variety of mechanisms:

- Using history as a basis for community cohesion and giving Hayle's residents a sense of place.
- Protecting and promoting Hayle's history, thus encouraging a cultural tourism.
- Working with all five local primary schools, Hayle Community School and the local colleges - offering field trips, learning packs and joint collaborative projects to enhance the curriculum.
- Rebuilding decrepit yet historically important buildings which in turn enhances a run down underused area, thus encouraging private individuals to do the same.
- Creating affordable yet high quality office and workspace to allow local small business to grow, thus increasing the opportunity for high quality jobs.
- Providing a wide range of volunteering opportunities with a fully supported training programme.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and projects.

Volunteers

We have a core group of 15 volunteers, they are working on the collection and researching whilst the heritage centre is closed to the public. As part of the final phase of the project we will develop our volunteering policies and run a volunteering recruitment drive.

HARVEY'S FOUNDRY TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

Achievements and performance

Significant activities and achievements against objectives

General – Trust administration

The Trust administration is going well, we are going to review our board and management as part of a wider project, looking to recruit new trustees and volunteers as part of the re-opening of Hayle Heritage Centre.

Our lettings and rentals are still going strong, with occupancy around 90%.

John Harvey House – phase 1

We have been successful in obtaining three grants for the John Harvey House Phase 1 project, this has been £81,590 from National Heritage Lottery Fund, £318,658 from Good Growth SPF fund and £260,000 from Historic England.

This project saw us work on the most urgent structural issue- removing the failing floor of the Directors Block and rectify the cause of most the structural problems - the lack of drainage, we also installed a new lift as the old lift was failing and wasn't fit for purpose.

To undertake these structural changes, we had to close the centre to the public, this gave us an opportunity to run a parallel project that looked at what our heritage offer was, our current and potential audiences and explore what our offer could be when we re-open and how we could make the centre more sustainable moving forward.

We have created an ambitious renewal and reopening project, ensuing the Centre thrives as a 21st-century hub for learning and community engagement, becoming a cultural anchor for the town.

We will be exploring how we can deliver this project, looking for funding opportunities to either deliver the whole project or split the project into phases of work, as and when funding opportunities arise.

Whilst the building is closed we are continuing to connect the public to the collection through online exhibition, social media shorts, and a regular newsletter, we will be developing outreach events for the Summer 2026.

Fundraising practices

Fundraising activities

The organisation does not carry out significant fundraising activities.

HARVEY'S FOUNDRY TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

Financial review

Financial position

The charity reports an overall surplus of £2,668 (2024: deficit of £365,918) for the year ending 31 May 2025.

A deficit of £9,811 (2024: £158,149) relates to restricted funds which mainly represents the restricted grants received in the year for the John Harvey House build project less expenditure on this project, which has been largely written off within the impairment adjustment. There was also a loss on revaluation of £497,969 for John Harvey House, representing an impairment adjustment made. The value of John Harvey House was assessed by the Trustees and given its current condition and the work still required on the building, the value in the accounts was reduced.

Unrestricted funds had a surplus of £12,479 (2024: £94,067 deficit) for the year.

Income had increased from £530,930 to £887,598 due to restricted grants received for the John Harvey House project.

Total funds at the year end amounted to £2,403,746 (2024: £2,401,078), of which unrestricted funds represented £94,232 (2024: £81,753), restricted funds represented £1,381,989 (2024: £1,391,800) and endowment funds represented £927,525 (2024: £927,525).

Going concern

The Trust considers that the charity is a going concern.

Reserves policy

The Trustees have examined the charity's requirements for reserves in light of the main risks to the organisation. It has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be 6 months of the core costs plus loan repayment costs. The target is £91,000 in general funds. The reserves are needed to meet the working capital requirements of the charity and the trustees are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding. The balance of general reserves held (excluding funds held as fixed assets and excluding the mortgage balance) at 31 May 2025 were £16,337 (2024: £18,868).

Details of the restricted and endowment funds can be found in the notes to the financial statements.

Investment policy

Investment policy and objectives

The Trustees have considered the most appropriate policy for investing funds and has agreed that instant access to certain funds is currently necessary to enable the charity to operate effectively. If an excess of funds is held, these will be invested with an approved UK regulated bank with a maximum fixed term of one month.

Plans for future periods

We are in conversation with Historic England about funding the next stage of the project, focusing on the Drawing Office (phase 2 of the John Harvey House Project), repairing its timber structure to ensure it is structurally sound.

We are also exploring possible funding options for the final phase of the work which will see us finish the structural work needed to take the building off the Heritage At Risk register, create 5 new permanent galleries and expand the shop, alongside a range of outreach activities that will reconnect residents to the collection.

HARVEY'S FOUNDRY TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

Structure, governance and management

Governing Document

The organisation is a charitable company limited by guarantee, incorporated on 14 May 2003 and registered as a charity on 3 February 2006. The company was established under a Memorandum of Association which established the objects and powers of the charity and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £10.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The Board of Trustees has conducted a review of the major risks to which the charity is exposed. A risk register is being drawn up and will be updated at least annually. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with Health and Safety of staff, volunteers, and clients.

The Trustees, 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:

Mr B Capper

Ms S D Johnson

Mr R H Lello

Mr J R Lloyd

Mr R J G Morton

Mr K J T Rickard

Ms S M R Thomas

Mr K McHugh

Mr P Channon

Ms K Galbraith

(Appointed 17 October 2025)

HARVEY'S FOUNDRY TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

Recruitment and appointment of trustees

Recruitment and appointment of new trustees and management committee

The directors of the company are also charity trustees for the purposes of charity law. Under the requirements of the Memorandum and Articles of Association, Directors elected by the Members of the Trust serve for a maximum of 3 years and are subject to retirement by rotation. Nominated Directors serve at the discretion of the nominating body.

Members, entitled to vote at General and Extraordinary Meetings, comprise:

- i. the subscribers to the memorandum
- ii. the appointing bodies
- iii. such other persons or organisations as are admitted to membership in accordance with the rules made under Article 61.

Directors may apply to be registered as Members and all have done so.

All Members will be circulated with invitations to nominate Trustees prior to the AGM advising them of the retiring Trustees and requesting nominations for the AGM.

New Trustees will be invited and encouraged to attend an induction and training session to familiarise themselves with the charity and the context within which it operates. These are jointly led by the Chair of the Board of Trustees and Heritage & Business Manager' of the charity. New trustees are provided with a pack containing information covering the following:

- The content of the memorandum and articles of association.
- Set of recent board papers and minutes and dates of next meetings
- Annual reports from the previous year
- Operating documents

Organisational structure

Trustees meet quarterly and are responsible for the strategic direction and policies of the charity. Currently there are 10 trustees. See page 1 for details of Trustees in office during the year.

There are three nominated bodies who sit on our board: Hayle Town Council, Cornwall Council and The Princes Foundation Trust.

The Trust board is made up of trustees from a wide variety of backgrounds and interests; we have a solicitor, a historian, an accountant, a teacher, a local resident (who also volunteers in the Heritage Centre for us), and an engineer to name some.

The Trust board has created subgroups to manage certain areas of the Trust's operations. These groups meet on a more regular basis and report back to the full Trust board at quarterly meetings. The subgroups group are given delegated powers and are made up of staff, volunteers and Trustees.

The Heritage and Business Manager is Laura Walton, who reports to the Trustees and who the Trustees delegate day-to-day management of the charity.

Remuneration policy

All trustees give their time freely and no trustee received remuneration in the year. The pay of the senior staff is reviewed annually by the trustees following the NJC pay scales. The key management personnel of the charity is the Heritage and Business Manager and her employee benefits have been disclosed in the accounts.

HARVEY'S FOUNDRY TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

Relationship with related parties

Related parties

Mr P Channon is a Cornwall Councillor. Mr B Capper is a Hayle Town Councillors.

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

The trustees' report was approved by the Board of Trustees.



.....
Mr B Capper
Trustee



.....
Mr K McHugh
Trustee

Date: 28/01/2026.....

HARVEY'S FOUNDRY TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF HARVEY'S FOUNDRY TRUST

I report to the Trustees on my examination of the financial statements of Harvey's Foundry Trust (the charity) for the year ended 31 May 2025.

Responsibilities and basis of report

As the Trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.



TC Group

James Pearce FCA

Vivian House
Newham Road
Truro
Cornwall
TR1 2DP
United Kingdom

Dated: 9/2/25

HARVEY'S FOUNDRY TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MAY 2025

	Notes	Unrestricted funds 2025 £	Restricted funds 2025 £	Endowment funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Endowment funds 2024 £	Total 2024 £
Income and endowments from:									
Donations and legacies	3	760	523,627	-	524,387	1,308	171,795	-	173,103
Charitable activities	4	354,880	-	-	354,880	354,155	-	-	354,155
Other trading activities	5	1,454	-	-	1,454	2,026	-	-	2,026
Investments	6	3,434	-	-	3,434	1,646	-	-	1,646
Other income	7	3,443	-	-	3,443	-	-	-	-
Total income		363,971	523,627	-	887,598	359,135	171,795	-	530,930
Expenditure on:									
Raising funds	8	1,667	-	-	1,667	2,018	-	-	2,018
Charitable activities	9	348,479	36,815	-	385,294	451,184	13,646	-	464,830
Total expenditure		350,146	36,815	-	386,961	453,202	13,646	-	466,848
Net income		13,825	486,812	-	500,637	(94,067)	158,149	-	64,082
Transfers between funds		(1,346)	1,346	-	-	-	-	-	-
Other recognised gains and losses:									
Revaluation of tangible fixed assets		-	(497,969)	-	(497,969)	-	-	(430,000)	(430,000)
Net movement in funds	12	12,479	(9,811)	-	2,668	(94,067)	158,149	(430,000)	(365,918)

HARVEY'S FOUNDRY TRUST

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)
INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MAY 2025

	Notes	Unrestricted funds		Restricted funds		Endowment funds		Total	Unrestricted funds	Restricted funds	Endowment funds	Total
		2025	£	2025	£	2025	£					
Reconciliation of funds:												
Fund balances at 1 June 2024												
		81,753		1,391,800		927,525		2,401,078	175,820	1,233,651	1,357,525	2,766,996
Fund balances at 31 May 2025												
		94,232		1,381,989		927,525		2,403,746	81,753	1,391,800	927,525	2,401,078

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 16 to 38 form part of these financial statements.

HARVEY'S FOUNDRY TRUST

BALANCE SHEET

AS AT 31 MAY 2025

		2025		2024	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	16		710,231		710,352
Heritage assets	17		2,078,909		1,999,098
			<u>2,789,140</u>		<u>2,709,450</u>
Current assets					
Stocks	18	909		2,520	
Debtors	19	90,304		51,720	
Cash at bank and in hand		83,431		205,921	
		<u>174,644</u>		<u>260,161</u>	
Creditors: amounts falling due within one year	21	<u>(141,248)</u>		<u>(135,821)</u>	
Net current assets			33,396		124,340
Total assets less current liabilities			2,822,536		2,833,790
Creditors: amounts falling due after more than one year	22		<u>(418,790)</u>		<u>(432,712)</u>
Net assets excluding pension liability			2,403,746		2,401,078
Net assets			<u>2,403,746</u>		<u>2,401,078</u>
The funds of the charity					
Endowment funds	25		927,525		927,525
Restricted income funds	26		1,381,989		1,391,800
Unrestricted funds			94,232		81,753
			<u>2,403,746</u>		<u>2,401,078</u>

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 May 2025.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

HARVEY'S FOUNDRY TRUST

BALANCE SHEET (CONTINUED)

AS AT 31 MAY 2025

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

The financial statements were approved by the Trustees on 28/01/2026


.....

Mr B Capper
Trustee


.....

Mr K McHugh
Trustee

Company registration number 04764003 (England and Wales)

HARVEY'S FOUNDRY TRUST**STATEMENT OF CASH FLOWS****FOR THE YEAR ENDED 31 MAY 2025**

		2025		2024	
	Notes	£	£	£	£
Cash flows from operating activities					
Cash generated from operations	32		466,798		65,798
Investing activities					
Purchase of tangible fixed assets		(1,489)		(830)	
Purchase and renovation of heritage assets		(577,781)		(47,257)	
Investment income received		3,434		1,646	
		<u> </u>		<u> </u>	
Net cash used in investing activities			(575,836)		(46,441)
Financing activities					
Repayment of bank loans		(13,452)		(12,151)	
		<u> </u>		<u> </u>	
Net cash used in financing activities			(13,452)		(12,151)
			<u> </u>		<u> </u>
Net (decrease)/increase in cash and cash equivalents			(122,490)		7,206
Cash and cash equivalents at beginning of year			205,921		198,715
			<u> </u>		<u> </u>
Cash and cash equivalents at end of year			83,431		205,921
			<u> </u>		<u> </u>

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2025

1 Accounting policies

Charity information

Harvey's Foundry Trust is a private charitable company limited by guarantee incorporated in England and Wales. The registered office is 24 Foundry Square, Hayle, Cornwall, TR27 4HH, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's Memorandum of Association, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 2019). 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 financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include heritage assets and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

The trustees consider there are no material uncertainties about the charity's ability to continue as a going concern. The review of the financial position, cash and reserves levels and future plans gives the trustees confidence the charity has sufficient resources to continue its activities for at least 12 months from the date of approval and signing of these financial statements. Based on this assessment, the Trustees consider it to be appropriate to prepare these financial statements under the going concern basis.

1.3 Charitable funds

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

The endowment fund represents those assets which must be held permanently by the charity, principally the freehold properties. Income arising from the endowment fund can be used in accordance with the objects of the charity and is included as unrestricted income.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

1 Accounting policies

(Continued)

1.4 Income

Donations, legacies and other forms of voluntary income are recognised as incoming resources once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably. Donations received for general purposes of the charity are included as unrestricted funds. Donations for activities restricted by the wishes of the donor are taken to restricted funds. Donations required to be retained as capital in accordance with the donor's wishes are accounted for as endowments - permanent or expendable according to the nature of the restriction.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Assets for distribution are recognised only when distributed. Assets given for use by the charity are recognised when receivable. Donated fixed assets are included in income at the estimated value of the gift to the charity when received, with the other entry being capitalised in fixed assets. For gifted heritage assets, these are included at market value at the date of gift.

In accordance with the Charities SORP (FRS 102), the general volunteer time provided to the charity is not recognised.

Grants, including grants for the purchase of fixed assets, are recognised in full in the Statement of Financial Activities in the year in which the charity is entitled to the grant, that it is probable that they are receivable and that they can be reliably measured.

When donors specify that donations and grant's given to the charity must be used in future accounting period, the income is deferred until those periods.

Incoming resources from charitable activity are accounted for when earned. Rents and service charges from lettings are recognised in the Statement of Financial Activities on a straight line basis in line with the tenancy agreement from the date the property was first let.

Investment income is included when receivable.

1.5 Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's Archive Centre.

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

1 Accounting policies

(Continued)

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them (support costs).

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

Support costs include a proportion of staff costs allocated on an estimated time basis.

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 provided at the following annual rates in order to write off each asset over its estimated useful life.

Office Equipment	25% or 20% on cost
------------------	--------------------

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 the statement of financial activities.

The cost of tangible fixed assets is their purchase cost, together with any incidental expenses of acquisition. Individual fixed assets costing £250 or more are capitalised at cost.

Freehold property is held at valuation based on market value and it not depreciated.

1.7 Heritage assets

Heritage assets are capitalised at cost or market value at the date of transfer. The value of the heritage assets is reviewed periodically and adjustments for impairment are made as necessary. Any heritage assets are held by the charity for a historical purpose and to advance the preservation and conservation objectives of the charity. A list of properties held as heritage assets is maintained by the Trustees.

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).

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

1 Accounting policies

(Continued)

1.9 Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

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' to all of its financial instruments.

Financial instruments are recognised when the charity becomes party to contractual provisions of the instrument

Basic financial assets

Basic financial assets, which include trade and other debtors, 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 financial asset is measured at the present value of the future receipts discounted at a market rate of interest.

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, that the future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in the statement of financial activities.

Other financial assets

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.

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including trade, other creditors, bank loans and other 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.

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

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

Derecognition of financial liabilities

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

1.12 Taxation

The charity is exempt from corporation tax on its charitable activities.

1.13 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.14 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees 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 experience and industry knowledge. Actual results may differ from these estimates.

The primary judgements and estimates made in the financial statements are depreciation rates of fixed assets and the valuation of freehold property and heritage assets.

Depreciation is expenses at a rate that is determined to best represent the useful economic life of relevant assets, which is reviewed by the trustees, along with the associated estimated residual values.

The trustees review the valuation of heritage assets and freehold properties annually for impairment. The trustees obtain third party valuations periodically to assist them in this review. Although these estimates are based on the trustees' best knowledge of the amount, events or actions, actual results may differ from their 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.

3 Income from donations and legacies

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Donations and gifts	476	-	476	1,308	125	1,433
Grants	284	523,627	523,911	-	171,670	171,670
	<u>760</u>	<u>523,627</u>	<u>524,387</u>	<u>1,308</u>	<u>171,795</u>	<u>173,103</u>
Donations and gifts						
Other	476	-	476	1,308	125	1,433
	<u>476</u>	<u>-</u>	<u>476</u>	<u>1,308</u>	<u>125</u>	<u>1,433</u>

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

3 Income from donations and legacies

(Continued)

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Grants receivable for core activities						
AIM	-	2,200	2,200	-	8,800	8,800
Cornwall Chest Grant	-	-	-	-	480	480
Other grants	284	-	284	-	200	200
Historic England	-	116,684	116,684	-	142,190	142,190
National Lottery Heritage Fund	-	82,085	82,085	-	-	-
Little Park Owls Trust	-	4,000	4,000	-	-	-
Cornwall Council Good Growth Grant	-	318,658	318,658	-	-	-
Cornwall Council Community Capacity grant	-	-	-	-	20,000	20,000
	<u>284</u>	<u>523,627</u>	<u>523,911</u>	<u>-</u>	<u>171,670</u>	<u>171,670</u>

Government grants

Included in grants, were government grants totalling £318,658 (2024: £20,480).

4 Income from charitable activities

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Charitable rental income	<u>354,880</u>	<u>354,155</u>

HARVEY'S FOUNDRY TRUST**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31 MAY 2025****5 Income from other trading activities**

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Shop income	1,454	2,026

6 Income from investments

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Interest receivable	3,434	1,646

7 Other income

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Miscellaneous income	3,443	-

8 Expenditure on raising funds

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Other trading activities		
Purchases	1,667	2,018

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

9 Expenditure on charitable activities

	Protection and promotion of Hayle's heritage 2025 £	Protection and promotion of Hayle's heritage 2024 £
Direct costs		
Staff costs	84,068	131,060
Light and heat	54,156	85,581
Staff training	2,846	3,580
Cleaning	26,149	25,412
Repairs and maintenance	17,498	52,783
Security costs	6,091	18,708
Bad debts	2,213	-
Other legal and professional	34,123	20,098
Workshop and exhibition costs	2,505	554
Rates and water	5,201	17,964
	<u>234,850</u>	<u>355,740</u>
Share of support and governance costs (see note 11)		
Support	141,853	94,586
Governance	8,591	14,504
	<u>385,294</u>	<u>464,830</u>
Analysis by fund		
Unrestricted funds	348,479	451,184
Restricted funds	36,815	13,646
	<u>385,294</u>	<u>464,830</u>

10 Description of charitable activities

Protection and promotion of Hayle's heritage

HARVEY'S FOUNDRY TRUST**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31 MAY 2025****11 Support costs allocated to activities**

	2025	2024
	£	£
Staff costs	68,692	16,558
Depreciation	1,611	1,239
Rent, rates and water	(1,960)	900
Insurance	24,825	22,564
Telephone	8,003	7,668
Postage and stationery	1,379	3,810
Advertising	4,255	2,345
Sundries	1,426	3,393
Equipment expensed	40	185
Subscriptions	371	506
Website costs	926	706
Bank loan interest	32,285	34,712
Governance costs	8,591	14,504
	<u>150,444</u>	<u>109,090</u>
Analysed between:		
Protection and promotion of Hayle's heritage	<u>150,444</u>	<u>109,090</u>

12 Net movement in funds

	2025	2024
	£	£
The net movement in funds is stated after charging/(crediting):		
Fees payable for the independent examination of the charity's financial statements	8,191	13,963
Depreciation of owned tangible fixed assets	<u>1,611</u>	<u>1,239</u>

13 Trustees

There were no trustees' remuneration or other benefits for the year ended 31 May 2025 nor for the year ended 31 May 2024.

There were no trustee's expenses paid during the year ended 31 May 2025 (2024: £65).

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

14 Employees

The average monthly number of employees during the year was:

	2025	2024
	Number	Number
	4	4
Employment costs	2025	2024
	£	£
Wages and salaries	140,777	136,676
Social security costs	9,279	8,439
Other pension costs	2,704	2,503
	152,760	147,618

There were no employees whose annual remuneration was more than £60,000.

Remuneration of key management personnel

All trustees give their time freely and no trustee received remuneration in the year. The pay of the senior staff is reviewed annually by the trustees following the NJC pay scales. The key management personnel of the charity is the Heritage and Business Manager and her employee benefits for the year were £41,725 (2024: £42,523).

15 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

16 Tangible fixed assets

	Freehold land and buildings	Fixtures and fittings	Total
	£	£	£
Cost or valuation			
At 1 June 2024	707,565	86,135	793,700
Additions	-	1,489	1,489
At 31 May 2025	707,565	87,624	795,189
Depreciation and impairment			
At 1 June 2024	-	83,347	83,347
Depreciation charged in the year	-	1,611	1,611
At 31 May 2025	-	84,958	84,958
Carrying amount			
At 31 May 2025	707,565	2,666	710,231
At 31 May 2024	707,565	2,787	710,352

The freehold land and building was valued on a market value basis on 24 September 2021 by Andrew Ranson MRICS of Miller Commercial.

Included in freehold property is £7,565, which represents the legal costs for the land at the Viaduct that was gifted to the charity in 2023. This was not part of the valuation in 2021 detailed above.

Freehold property with a carrying amount of £700,000 has been pledged to secure borrowings of the company. There is also a second charge on this property in favour of Cornwall Council, where the charity would be liable to pay £110,000 to the Council in the event that the property was sold. This will expire on 1 July 2030.

At 31 May 2025, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £7,566 (2024 - £7,566).

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

17 Heritage assets

	£
At 1 June 2024	1,999,097
Purchases and renovation costs	577,781
Revaluation	(497,969)
At 31 May 2025	2,078,909

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

17 Heritage assets

(Continued)

On 30 May 2007 the freehold property 'Foundry Farm' was gifted to Harvey's Foundry Trust from Penwith District Council. The independent market value at the date of the gift was £500,000 and legal costs were £2,354. The current value in the accounts is £500,000 but this excludes East Stables, which are leased to The Guinness Trust (London Fund) on a peppercorn rent for 125 years from 2007. The charity holds the title to this property but it is not considered to be an asset in the charity accounts.

On 23 March 2009, the freehold properties known as John Harvey House and Dowren House was purchased from Penwith District Council for £2. The independent market value at the date of the gift was £750,000. These properties have since been revalued and Dowren House reclassified as a tangible asset in 2021 (see below).

On 26 February 2015, the freehold property 'Plantation Store' was gifted to Harvey's Foundry Trust from Cornwall Country Council. The independent market value at the date of the gift was £35,000 and legal costs were £2,504. At 31 May 2015 there was an overage agreement in favour of Cornwall Council. There is a charge registered against this property by the Trustees of National Heritage Memorial Fund.

On 21 December 2015, the freehold property 'Pattern Shop/Cart Shed' was transferred to Harvey's Foundry Trust from Sennybridge (Hayle) Ltd. The independent market value at the date of the transfer was £40,000. There is a charge registered against this property by the Trustees of National Heritage Memorial Fund.

During 2016 and 2017, Artefacts totalling £32,979 were acquired by the charity and are included within heritage assets. Artefacts costing £420 were purchased in 2024 and included in heritage assets.

On 2 February 2017 the freehold property 'Land & Buildings on the east side of the Plantation Lane, Hayle' were gifted to Harvey's Foundry Trust from Mr John Daniels. The land and buildings were gifted at a value of £1.

In 2020, phase 3 of the restoration and refurbishment of the Harvey's Foundry site was completed. The total project cost exceeded £4,200,000 and will conserve the buildings known as the Plantation Store, Pattern Shop and the site of the former Cart Shed. This project was mainly funded by the Heritage Lottery Fund.

In 2021, the heritage assets held (excluding Artefacts £32,979) were valued on a market value basis by 3rd party Independent Valuers, Andrew Ranson MRICS of Miller Commercial Valuers Ltd, at £3,000,000. This included £700,000 for Dowren House, which was transferred to tangible assets in 2022 as it was not considered to fall within the definition of a heritage asset. The charity recognised an impairment loss in 2021 to reduce the carrying amount of the Heritage assets to its recoverable amount. This impairment loss amounting to £2,590,802 was recognised as expenditure in the Statement of Financial Activities in accordance with the Charity SORP. As these assets are held under valuation depreciation has not been charged.

The Trustees have used this 2021 valuation in their assessment of the value of the heritage properties since this date, together with the 2023 valuation of John Harvey House, which stated the value of this building had reduced to £nil given its condition at the time. Excluding John Harvey House, the Trustees consider the valuation of £1,870,000, taken from the 2021 valuation remains appropriate for the other heritage assets at the year end. An impairment loss of £430,000 was recognised as expenditure in the Statement of Financial Activities for John Harvey House in 2024 and an impairment loss of £497,969 was recognised in 2025 to reduce the carrying amount to its recoverable amount.

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

17 Heritage assets

(Continued)

In 2022, costs of developing and restoring the John Harvey House were included in heritage assets amounting to £41,408. In 2023 and 2024 a further £48,781 has been spent on this project. These costs have been added to heritage assets as the Trustees believe that this has increased the 2023 valuation of the property. In 2025 £577,781 was spent on the renovation project and new lift however an impairment adjustment was made, as noted above.

In 2023, the Boring Mill (formerly known as the Granary Barn) was gifted to the charity by The Guinness Partnership Limited. This barn had previously been valued at £Nil as the liabilities for maintaining this building exceed the value in the building and land. The Trustees have confirmed that they have considered this and therefore no value has been included in the accounts other than the legal costs of this transaction.

See note regarding Loans for assets pledged as security for the bank loan. There is also a second charge over John Harvey House in favour of Cornwall Council, where the charity would be liable to pay the Council £110,000 in the event that the property was sold to a third party. This will expire on 2 July 2030.

The heritage assets are included in the accounts at valuation. The historical cost of the heritage assets as at 31 May 2025 was £4,972,678 (2024: £4,394,897).

18 Stocks

	2025	2024
	£	£
Finished goods and goods for resale	909	2,520
	<u> </u>	<u> </u>

19 Debtors

	2025	2024
	£	£
Amounts falling due within one year:		
Trade debtors	36,538	30,269
Prepayments and accrued income	53,766	21,451
	<u> </u>	<u> </u>
	90,304	51,720
	<u> </u>	<u> </u>

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

20 Loans and overdrafts

	2025 £	2024 £
Bank loans	432,242	445,694
Payable within one year	13,452	12,982
Payable after one year	418,790	432,712
Amounts included above which fall due after five years:		
Payable by instalments	(364,982)	(380,785)

The CAF Bank loan is secured by a fixed legal charge over the freehold land and properties:

John Harvey House, 24 Foundry Square, Hayle, TR27 4HH

Dowren House, 5 Foundry Lane, Hayle, TR27 4HP

Foundry Farm, Foundry Lane, Hayle TR27 4HP

The annual interest rate is the Bank of England Base Rate plus 2.5% and the loan period is 25 years. The capital repayments commenced during February 2018 and the contractual end date of the loan is 30 June 2041.

21 Creditors: amounts falling due within one year

	Notes	2025 £	2024 £
Bank loans	20	13,452	12,982
Other taxation and social security		8,310	5,138
Deferred income	23	29,970	26,332
Trade creditors		25,466	30,446
Other creditors		51,450	44,480
Accruals and deferred income		12,600	16,443
		141,248	135,821

22 Creditors: amounts falling due after more than one year

	Notes	2025 £	2024 £
Bank loans	20	418,790	432,712

HARVEY'S FOUNDRY TRUST**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31 MAY 2025****23 Deferred income**

	2025	2024
	£	£
Other deferred income	29,970	26,332

Deferred income is included in the financial statements as follows:

	2025	2024
	£	£
Deferred income is included within:		
Current liabilities	29,970	26,332
Movements in the year:		
Deferred income at 1 June 2024	26,332	25,218
Resources deferred in the year	3,638	1,114
Deferred income at 31 May 2025	29,970	26,332

Deferred income consists of rent invoiced in advance.

24 Retirement benefit schemes

	2025	2024
	£	£
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	2,704	2,503

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

25 Endowment funds

Endowment funds represent assets which must be held permanently by the charity. Income arising on the endowment funds can be used in accordance with the objects of the charity and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund.

	At 1 June 2024	Gains and losses	At 31 May 2025
	£	£	£
Permanent endowments			
Foundry Farm	500,000	-	500,000
John Harvey House & Dowren House	320,000	-	320,000
Plantation Store	35,000	-	35,000
Pattern Shop and site of former cart shed	40,000	-	40,000
Artefacts	32,524	-	32,524
Land & buildings on the east side of plantation Lane, Hayle	1	-	1
	<u>927,525</u>	<u>-</u>	<u>927,525</u>
Previous year:	At 1 June 2023	Gains and losses	At 31 May 2024
	£	£	£
Permanent endowments			
Foundry Farm	500,000	-	500,000
John Harvey House & Dowren House	750,000	(430,000)	320,000
Plantation Store	35,000	-	35,000
Pattern shop and site of former Cart Shed	40,000	-	40,000
Artefacts	32,524	-	32,524
Land & buildings on the east side of plantation Lane, Hayle	1	-	1
	<u>1,357,525</u>	<u>(430,000)</u>	<u>927,525</u>

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

25 Endowment funds

(Continued)

The permanent endowments, were established by the gift and sale of 3 properties from Penwith District Council. The gift and sales were made to the charity on condition that they are held as permanent endowments, the income from which is freely available to fund the activities of the charity.

During the year ending 31 May 2015 the freehold property known as 'The Plantation Store' was transferred to the charity with the condition that it is held as a permanent endowment.

During the year ending 31 May 2016, the freehold property known as 'The Pattern Shop and the site of the former Cart Shed' was transferred to the charity with the condition that it is held as a permanent endowment.

During the year ending 31 May 2017, the freehold land and property known as 'Land and Buildings on the east side of Plantation Lane, Hayle' was gifted to the charity by Mr J Daniels.

26 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 1 June 2024	Incoming resources	Resources expended	Transfers	Gains and losses	At 31 May 2025
	£	£	£	£	£	£
Phase 3	1,190,947	-	-	-	-	1,190,947
John Harvey House build	204,894	517,427	(34,810)	-	(497,969)	189,542
Hayle HERstory Project	(4,041)	4,700	(2,005)	1,346	-	-
Heyl's Stories in Stitch	-	1,500	-	-	-	1,500
	<u>1,391,800</u>	<u>523,627</u>	<u>(36,815)</u>	<u>1,346</u>	<u>(497,969)</u>	<u>1,381,989</u>

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

26 Restricted funds

(Continued)

Previous year:	At 1 June 2023	Incoming resources	Resources expended	Transfers	Gains and losses	At 31 May 2024
	£	£	£	£	£	£
Phase 3	1,190,947	-	-	-	-	1,190,947
John Harvey House build	42,704	162,190	-	-	-	204,894
Hayle Herstory Project	-	9,605	(13,646)	-	-	(4,041)
	<u>1,233,651</u>	<u>171,795</u>	<u>(13,646)</u>	<u>-</u>	<u>-</u>	<u>1,391,800</u>

Phase 3 - the project commenced during 2015 and related to the restoration of the Harvey's Foundry site which was completed in 2020. The restoration costs have been capitalised in fixed assets.

John Harvey House - the project commenced during 2021 and related to the restoration and development of John Harvey House. Two grants were received during the year ended 31 May 2023 to help fund the costs of this project. One grant from Architectural Heritage Fund and one from Historic England. Further grants were received for this project during 2024 and 2025. These were received from Historical England, Cornwall Council Goods Growth Fund Cornwall and Isles of Scilly Shared Prosperity Fund, The National Lottery Heritage Fund and Community Capacity Grant. The grants in 2024 included funding for a community outreach programme during the closure of the Heritage Centre. In 2025, the National Lottery grant included funding for installation of a lift in John Harvey House, targeted creative outreach workshops and audience development strategy evaluation workshop. The other grants in 2025 were given towards the restoration of John Harvey House. The restoration costs have been capitalised in fixed assets. The Trustees have assessed the value of John Harvey House at 31 May 2025 and an impairment adjustment has been made as a result.

Hayle HERstory project - during 2024 and 2025 grants were received from AIM, Little Parc Owls Trust, Hayle Pump and Hayle Old Cornwall Society to enable the charity to run a project and exhibition to tell untold stories of courageous women in Cornish History. There has been a transfer from unrestricted funds to fund some of the project costs this year.

Heyl's Stories in Stitch project - during 2025 a grant was received from Little Parc Owls Trust to provide a large scale piece of artwork to be displayed in the entrance of the Hayle Museum when it plans to reopen in 2026. It will also run 2 workshops in which participants will create a portrait out of reclaimed textiles.

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

27 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 June 2024	Incoming resources	Resources expended	Transfers	At 31 May 2025
	£	£	£	£	£
	81,753	363,971	(350,146)	(1,346)	94,232
Previous year:	At 1 June 2023	Incoming resources	Resources expended	Transfers	At 31 May 2024
	£	£	£	£	£
General funds	175,820	359,135	(453,202)	-	81,753

28 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Endowment funds	Total
	2025	2025	2025	2025
	£	£	£	£
At 31 May 2025:				
Tangible assets	10,232	-	699,999	710,231
Heritage assets	499,905	1,351,478	227,526	2,078,909
Current assets/(liabilities)	2,885	30,511	-	33,396
Long term liabilities	(418,790)	-	-	(418,790)
	94,232	1,381,989	927,525	2,403,746
	Unrestricted funds	Restricted funds	Endowment funds	Total
	2024	2024	2024	2024
	£	£	£	£
At 31 May 2024:				
Tangible assets	10,353	-	699,999	710,352
Heritage assets	498,226	1,273,346	227,526	1,999,098
Current assets/(liabilities)	5,886	118,454	-	124,340
Long term liabilities	(432,712)	-	-	(432,712)
	81,753	1,391,800	927,525	2,401,078

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

29 Financial commitments, guarantees and contingent liabilities

There are two overage agreements in place on certain heritage assets held by the charity.

On transfer of the Plantation Stores on 26 February 2015, the charity was subject to an overage agreement in favour of Cornwall Council. The Council have a right to be paid a proportion of the sale price in the event that the property is sold.

The overage agreement for Boring Mill (formally known as Granary Barn) is dependent on certain work being carried out to install standard services for the connection to main utilities and to reinstate/repair various parts of the structure. The term of the agreement is 50 years from the transfer in 2023. In the event of a disposal within the overage period before completion of this work, an additional payment (50% of sale price) would be due to The Guinness Partnership Limited. If the specified work is completed, the overage agreement ends.

30 Related party transactions

There were no related party transactions for the year ended 31 May 2025 or in the previous year.

31 Legal status of the charity

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity.

32 Cash generated from operations

	2025	2024
	£	£
Surplus/(deficit) for the year	500,637	64,082
Adjustments for:		
Investment income recognised in statement of financial activities	(3,434)	(1,646)
Depreciation and impairment of tangible fixed assets	1,611	1,239
Movements in working capital:		
Decrease/(increase) in stocks	1,611	(271)
(Increase) in debtors	(38,584)	(11,043)
Increase in creditors	1,319	12,323
Increase in deferred income	3,638	1,114
Cash generated from operations	466,798	65,798

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2025

33 Analysis of changes in net (debt)/funds

	At 1 June 2024 £	Cash flows £	At 31 May 2025 £
Cash at bank and in hand	205,921	(122,490)	83,431
Loans falling due within one year	(12,982)	(470)	(13,452)
Loans falling due after more than one year	(432,712)	13,922	(418,790)
	<u>(239,773)</u>	<u>(109,038)</u>	<u>(348,811)</u>

HARVEY'S FOUNDRY TRUST

England & Wales - Charity number 1112920

Accounts

REGISTERED COMPANY NUMBER: 04764003 (England and Wales)
REGISTERED CHARITY NUMBER: 1112920

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2024
FOR
HARVEY'S FOUNDRY TRUST

TC Group
Statutory Auditors
The Old Carriage Works
Moresk Road
Truro
Cornwall
TR1 1DG

HARVEY'S FOUNDRY TRUST

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FOR THE YEAR ENDED 31 MAY 2024

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HARVEY'S FOUNDRY TRUST

REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31 MAY 2024

TRUSTEES	B Capper - Chair nominated by Hayle Town Council S D Johnson R H Lello J R Lloyd - secretary R J G Morton K J T Rickard S M R Thomas K McHugh S Benney - nominated by Hayle Town Council (resigned 1/11/2023) P Channon - nominated by Cornwall Council
REGISTERED OFFICE	24 Foundry Square HAYLE Cornwall TR27 4HH
REGISTERED COMPANY NUMBER	04764003 (England and Wales)
REGISTERED CHARITY NUMBER	1112920
AUDITORS	TC Group Statutory Auditors The Old Carriage Works Moresk Road Truro Cornwall TR1 1DG
SOLICITORS	GA Solicitors 25 Lockyer Street Plymouth DEVON PL1 2QW
BANKERS	Barclays Bank Plc 8-9 Market Jew Street Penzance Cornwall TR18 2TW

HARVEY'S FOUNDRY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MAY 2024

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 May 2024. The trustees have adopted the provisions of 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 2019).

This report serves the purposes of both a trustees' report and a directors' report under company law.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity's objects are:

to promote the preservation, protection, development, improvements and education for the benefit of the people of Hayle, the county of Cornwall and the nation, the natural, historical, architectural and constructional heritage, features, objects, collections and projects of historic and public interest, including buildings (as defined in section 336 of the Town and Country planning Act 1990) of particular beauty of historical, architectural or constructional interest.

Background

Harvey's Foundry Trust (The Trust) is a community development organisation which aims to use heritage and culture to help contribute towards the regeneration of the town of Hayle in West Cornwall.

We own and manage Harvey's Foundry, a two-hectare historically important site in Hayle, West Cornwall. The site was once the location of Harvey & Co. - famed for its engineering expertise - which helped shape the Cornish industrial revolution. Unfortunately, as traditional industries declined in Britain, Harvey & Co. closed and the site became derelict, with Hayle and its surrounding areas falling into economic and physical decline.

The Trust was created in the mid-1990s; it developed from the local community working in partnership with key stakeholders to protect and preserve Hayle's rich heritage.

The Trust has renovated redundant listed buildings and brought them back into economic use (and thus safeguarding their future) ensuring that significant heritage assets of the town are preserved for future generations. The income generated from this activity means that the Trust is not reliant on grants for its core running costs and, most importantly, can make use of its educational value to enhance people's enjoyment and understanding of Hayle's heritage. The charity renovated 5 listed buildings (all of which were on the at-risk register) and has also built a stylish new build: Dowren House. These projects have created office space for new business in the town, enabling over 40 businesses to locate and start up in the town, resulting in over 150 jobs.

Alongside this, the Trust promotes and protects the town's heritage through a range of activities, channelled principally through Hayle Heritage Centre, whilst amassing an impressive collection of objects, and attracting over 11,000 visitors.

Aims

A Forward Strategy developed in 2014 outlined the Trust's key aims and sets out our statement of purpose.

The Trust envisioned that The Centre would be the cultural anchor for the development and expansion of the regeneration programme that has been taking place at Harvey's Foundry and contribute to the wider regeneration of Hayle.

"To create a vibrant, viable destination for residents and visitors that uses heritage as the focus for a range of uses and contributes to the regeneration of Hayle"

"To protect, promote and conserve Hayle's cultural history".

HARVEY'S FOUNDRY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MAY 2024

OBJECTIVES AND ACTIVITIES

Our mission

To preserve and promote the heritage and history of Hayle and the surrounding areas.

What do we want to achieve?

- We want to create a welcoming research centre.
- We want to protect and preserve Hayle's remaining listed buildings.
- Build and preserve a collection of artefacts, archival material and information that relates to the history of Hayle and its surrounding areas.
- Act as a hub for education and learning in the town.
- Give the residents of Hayle a sense of pride in their town.
- Publicise Hayle's international importance.

We want to create a centre that provides Hayle with a community focus and gives the Harvey's Foundry site a cultural anchor.

Significant activities

Our main activities in support of our charitable objectives for the year ending 31 May 2024 were:

General Trust activities

The charity continues to lease office units to local small businesses to help fund the maintenance of the heritage assets that it owns. Take up of office units has been successful and we are still operating around 90% occupancy. The Trustees are starting to look for new trustees we are hoping to have them in place by December 2024.

Hayle Heritage Centre

We have been successful in securing grant funding to develop and deliver the first phase of the John Harvey House project, we have been awarded £269,086 from Historic England, and £280,579 from SPF Good Growth Fund (from Cornwall Council). These monies will enable us to correct the failing drainage around the building and resolve the worse structural problems.

The work will begin in Summer 2024, and the Heritage Centre will close to the public whilst the work is taking place, we envisage it will take approximately one year.

We decided to run a new project in the year before we closed the Heritage Centre called Hayle Herstory. This used grant from AIM, Little Parc Owls Trust, Hayle Pump, and Hayle Old Cornwall Society. This project will tell new stories of women that have been forgotten in Cornish history, of women based around the town of Hayle in West Cornwall and are untold stories of courageous women who defied convention.

Volunteers will undertake research in women's stories and promote them in an exhibition in Summer 2024. We will also use these new stories as an opportunity to connect with new audiences. We will run a series of creative workshops; the material created in these workshops will form a vital element of the exhibition.

The launch event to launch the exhibition will also showcase emerging Cornish women's talent. This is an opportunity to work with groups who we do not normally connect with, explore what interests them, what part to history is important to them and barriers they face when assessing heritage and culture. We want to take history and events out into the community this will be a new move for us and we can see how many more people we connect with when we take things out into their space.

HARVEY'S FOUNDRY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MAY 2024

OBJECTIVES AND ACTIVITIES

Public benefit

The Trust's core values (public benefits) are: Regeneration, Education and Conservation.

We fulfil those values through a variety of mechanisms:

- Using history as a basis for community cohesion and giving Hayle's residents a sense of place.
- Protecting and promoting Hayle's history, thus encouraging a cultural tourism.
- Working with all five local primary schools, Hayle Community School and the local colleges - offering field trips, learning packs and joint collaborative projects to enhance the curriculum.
- Rebuilding decrepit yet historically important buildings which in turn enhances a run down underused area, thus encouraging private individuals to do the same.
- Creating affordable yet high quality office and workspace to allow local small business to grow, thus increasing the opportunity for high quality jobs.
- Providing a wide range of volunteering opportunities with a fully supported training programme.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and projects.

Volunteers

Volunteers are vital to the successful running of the centre. They are managed principally by the Curator with support from the Heritage and Business Manager. We currently have 11 volunteers aged 18-75 with most of our volunteers aged 60+.

Volunteers are offered a wide range of roles and given lots of opportunities for training.

Our volunteers perform a variety of tasks including cataloguing projects, digitisation, remedial conservation, research, assisting with children's workshops, co-curation of new displays, talks, tours, producing content for social media, object photography and working in the shop.

Volunteers also go on an annual trip other museums or archives, where they are given a behind the scenes tour of the storage facilities and can learn about collections management procedures elsewhere.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Hayle Heritage Centre opened from Easter 2023-October 2023, due to continuing structural problems at the centre we had the main ground floor room open only, showing the exhibition "24 Foundry Square 'How one building shaped a town', through the summer we also had a small pop up Summer exhibition "A New Venice: A Celebration and History of Hayle Carnival".

We ran a programme of 9 workshops and talks over the year, and every school holiday we ran free summer craft afternoons for families (with 4 over the summer holidays), these used local history as a base for creative learning.

Following the move of Hayle Community Archive to the Trust in 2022, one volunteer had been cataloguing all reference books in both the Trusts ownership and Hayle Archives ownership into one collection. This task has been completed, and we now have approximately 800 books correctly catalogued using the Dewey Decimal System. The library is a fantastic Cornish Studies resource.

Fundraising activities

The organisation does not carry out significant fundraising activities.

HARVEY'S FOUNDRY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MAY 2024

FINANCIAL REVIEW

Financial position

The charity reports an overall deficit of £365,918 (2023: surplus of £24,025) for the year ending 31 May 2024. This was due to an impairment adjustment of £430,000, which reduced endowment funds this year. The value of John Harvey House was assessed by the Trustees and given its current condition the value in the accounts was reduced. It is hoped that with the extensive work being carried out, the valuation will increase as the work progresses.

A surplus of £158,149 (2023: £37,239) related to restricted funds, which mainly represents the restricted grants received in the year for the John Harvey House build project less expenditure on this project. This project is due to end in March 2025. Unrestricted funds had a deficit of £94,067 (2023: £13,214 deficit) for the year. This was mainly due to unexpected costs incurred at the end of a tenancy as well as an increase in energy costs, interest rates and insurance.

Income had increased from £384,199 to £530,930 due to restricted grants received for the John Harvey House project.

Total funds at the year end amounted to £2,401,078 (2023: £2,766,996), of which unrestricted funds represented £81,753 (2023: £175,820), restricted funds represented £1,391,800 (2023: £1,233,651) and endowment funds represented £927,525 (2023: £1,357,525).

Investment policy and objectives

The Trustees have considered the most appropriate policy for investing funds and has agreed that instant access to certain funds is currently necessary to enable the charity to operate effectively. If an excess of funds is held, these will be invested with an approved UK regulated bank with a maximum fixed term of one month.

Reserves policy

The Trustees have examined the charity's requirements for reserves in light of the main risks to the organisation. It has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be 6 months of the core costs plus loan repayment costs. The target is £91,000 in general funds. The reserves are needed to meet the working capital requirements of the charity and the trustees are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding. The balance of general reserves held (excluding funds held as fixed assets and excluding the mortgage balance) at 31 May 2024 were £18,868 (2023: £125,097).

Details of the restricted and endowment funds can be found in the notes to the financial statements.

Going concern

The Trust considers that the charity is a going concern.

Funds in deficit

The HERstory fund had a deficit balance at the year end as two grants were payable on the completion of the project, which was after the year end..

FUTURE PLANS

In Autumn 2023 we successfully applied for the National Lottery Heritage Fund's "New Stories, New Audiences" Fund for AIM Small Museum members for an exhibition in 2024 to replace "24 Foundry Square: How can one building shape a town?" in the main space downstairs. This was awarded to the charity after the year end. The exhibition Hayle HERstory will focus on the untold stories of the women of Hayle and West Cornwall, it will have a wide ranging programme of talks and activities to co-inside with the new exhibition.

The Trust's other main focus is on securing the future of John Harvey House after successful applications to Historic England and the SPF Good Growth Fund, with the work focusing on correcting the failing and none existent drainage and removing the failed concrete floor in the Directors Block, putting a new floor in, lift and creating a new exhibition space.

HARVEY'S FOUNDRY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MAY 2024

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The organisation is a charitable company limited by guarantee, incorporated on 14 May 2003 and registered as a charity on 3 February 2006. The company was established under a Memorandum of Association which established the objects and powers of the charity and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £10.

Recruitment and appointment of new trustees and management committee

The directors of the company are also charity trustees for the purposes of charity law. Under the requirements of the Memorandum and Articles of Association, Directors elected by the Members of the Trust serve for a maximum of 3 years and are subject to retirement by rotation. Nominated Directors serve at the discretion of the nominating body.

Members, entitled to vote at General and Extraordinary Meetings, comprise:

- i) the subscribers to the memorandum
- ii) the appointing bodies
- iii) such other persons or organisations as are admitted to membership in accordance with the rules made under Article 61.

Directors may apply to be registered as Members and all have done so.

All Members will be circulated with invitations to nominate Trustees prior to the AGM advising them of the retiring Trustees and requesting nominations for the AGM.

New Trustees will be invited and encouraged to attend an induction and training session to familiarise themselves with the charity and the context within which it operates. These are jointly led by the Chair of the Board of Trustees and Heritage & Business Manager' of the charity. New trustees are provided with a pack containing information covering the following:

- The content of the memorandum and articles of association.
- Set of recent board papers and minutes and dates of next meetings
- Annual reports from the previous year
- Operating documents

Organisational structure

Trustees meet quarterly and are responsible for the strategic direction and policies of the charity. Currently there are 10 trustees. See page 1 for details of Trustees in office during the year.

There are three nominated bodies who sit on our board: Hayle Town Council, Cornwall Council and The Princes Foundation Trust.

The Trust board is made up of trustees from a wide variety of backgrounds and interests; we have a solicitor, a historian, an accountant, a teacher, a local resident (who also volunteers in the Heritage Centre for us), and an engineer to name few.

The Trust board has created subgroups to manage certain areas of the Trust's operations. These groups meet on a more regular basis and report back to the full Trust board at quarterly meetings. The subgroups group are given delegated powers and are made up of staff, volunteers and Trust representatives.

The Heritage and Business Manager is Laura Walton, who reports to the Trustees.

Key management remuneration

All trustees give their time freely and no trustee received remuneration in the year. The pay of the senior staff is reviewed annually by the trustees following the NJC pay scales. The key management personnel of the charity is the Heritage and Business Manager and her employee benefits for the year were £42,523 (2023: £39,180).

Related parties

Mr P Channon is a Cornwall Councillor. Mr B Capper is a Hayle Town Councillors. Mr S Benney was also a Hayle Town Councillor until his retirement.

HARVEY'S FOUNDRY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MAY 2024

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The Board of Trustees has conducted a review of the major risks to which the charity is exposed. A risk register is being drawn up and will be updated at least annually. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with Health and Safety of staff, volunteers, and clients.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Harvey's Foundry Trust for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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 incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. 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 Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company 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.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website.

Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

AUDITORS

The auditors, TC Group, will be proposed for re-appointment at the forthcoming Annual General Meeting.

HARVEY'S FOUNDRY TRUST

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MAY 2024

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

Approved by order of the board of trustees on 29/1/25..... and signed on its behalf by:



.....
B Capper - Trustee

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
HARVEY'S FOUNDRY TRUST**

Opinion

We have audited the financial statements of Harvey's Foundry Trust (the 'charitable company') for the year ended 31 May 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. 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 Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 May 2024 and of its 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions 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 Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
HARVEY'S FOUNDRY TRUST**

Matters on which we are required to report by exception

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

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:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the 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; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, 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, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
HARVEY'S FOUNDRY TRUST**

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. Irregularities, including fraud, are instances of non-compliance with laws and regulations. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The objectives of our audit, in respect to fraud, are: to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses; and to respond appropriately to fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and its management.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the entity, considering the nature of the industry and sector, control environment and business performance, and determined that the most significant are those that relate to financial compliance (for example in relation to taxation, company and charity law), relevant regulatory standards for the sector in which the charity operates, employment matters and other relevant laws and regulations. The key laws and regulations we considered in this context included the Charities SORP (FRS 102) - Accounting and Reporting by Charities and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). In addition, we have considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the charitable company's ability to operate or to avoid material penalty. These include health and safety regulations and employment legislation;
- We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit;
- We considered the procedures and controls that the charitable company has established to address risk identified, or that otherwise prevent, deter and detect fraud; and how senior management monitors those programmes and controls.

We assessed the risks of material misstatement in respect of fraud as follows:

- We made enquiries of the trustees and management in relation to any non-compliance of laws and regulations, potential litigation and claims or any knowledge of actual, suspected or alleged fraud.
- We considered the risk of fraud through management override of controls.
- We considered the risk of fraud through revenue recognition.

Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Where the risk was considered to be higher, we performed audit procedures to address each identified fraud risk. These procedures included:

- Legal fees were reviewed to identify any potential non-compliance of laws and regulations.
- We reviewed the minutes of trustee meetings to identify matters relevant to our audit.
- We reviewed material manual journal entries for evidence of management override or fraud.
- We tested specific instances of grant income for the correct application of the revenue recognition rules.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
HARVEY'S FOUNDRY TRUST

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable 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 auditors' 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.



James Pearce FCA (Senior Statutory Auditor)
for and on behalf of TC Group
Statutory Auditors
The Old Carriage Works
Moresk Road
Truro
Cornwall
TR1 1DG

Date: 5/2/25

HARVEY'S FOUNDRY TRUST

STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MAY 2024

	Notes	Unrestricted fund £	Restricted funds £	Endowment funds £	2024 Total funds £	2023 Total funds £
INCOME AND						
ENDOWMENTS FROM						
Donations and legacies	3	1,308	171,795	-	173,103	43,850
Charitable activities						
Protection and promotion of Hayle's heritage	6	354,155	-	-	354,155	338,723
Other trading activities	4	2,026	-	-	2,026	1,376
Investment income	5	1,646	-	-	1,646	192
Other income		-	-	-	-	58
Total		<u>359,135</u>	<u>171,795</u>	<u>-</u>	<u>530,930</u>	<u>384,199</u>
EXPENDITURE ON						
Raising funds	7	2,018	-	-	2,018	2,356
Charitable activities						
Protection and promotion of Hayle's heritage	8	451,184	13,646	-	464,830	357,818
Other		-	-	430,000	430,000	-
Total		<u>453,202</u>	<u>13,646</u>	<u>430,000</u>	<u>896,848</u>	<u>360,174</u>
NET INCOME/(EXPENDITURE)		(94,067)	158,149	(430,000)	(365,918)	24,025
RECONCILIATION OF FUNDS						
Total funds brought forward		175,820	1,233,651	1,357,525	2,766,996	2,742,971
TOTAL FUNDS CARRIED FORWARD		<u>81,753</u>	<u>1,391,800</u>	<u>927,525</u>	<u>2,401,078</u>	<u>2,766,996</u>

The notes form part of these financial statements

HARVEY'S FOUNDRY TRUST

BALANCE SHEET **31 MAY 2024**

	Notes	Unrestricted fund £	Restricted funds £	Endowment funds £	2024 Total funds £	2023 Total funds £
FIXED ASSETS						
Tangible assets	14	10,354	-	699,999	710,353	710,761
Heritage assets	15	<u>498,225</u>	<u>1,273,346</u>	<u>227,526</u>	<u>1,999,097</u>	<u>2,381,841</u>
		508,579	1,273,346	927,525	2,709,450	3,092,602
CURRENT ASSETS						
Stocks	16	2,520	-	-	2,520	2,249
Debtors	17	51,720	-	-	51,720	40,677
Cash at bank and in hand		<u>87,467</u>	<u>118,454</u>	<u>-</u>	<u>205,921</u>	<u>198,715</u>
		141,707	118,454	-	260,161	241,641
CREDITORS						
Amounts falling due within one year	18	<u>(135,821)</u>	<u>-</u>	<u>-</u>	<u>(135,821)</u>	<u>(123,216)</u>
NET CURRENT ASSETS		<u>5,886</u>	<u>118,454</u>	<u>-</u>	<u>124,340</u>	<u>118,425</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		514,465	1,391,800	927,525	2,833,790	3,211,027
CREDITORS						
Amounts falling due after more than one year	19	<u>(432,712)</u>	<u>-</u>	<u>-</u>	<u>(432,712)</u>	<u>(444,031)</u>
NET ASSETS		<u>81,753</u>	<u>1,391,800</u>	<u>927,525</u>	<u>2,401,078</u>	<u>2,766,996</u>
FUNDS	22					
Unrestricted funds					81,753	175,820
Restricted funds					1,391,800	1,233,651
Endowment funds					<u>927,525</u>	<u>1,357,525</u>
TOTAL FUNDS					<u>2,401,078</u>	<u>2,766,996</u>

The notes form part of these financial statements

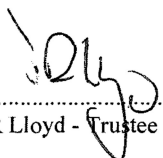
HARVEY'S FOUNDRY TRUST

BALANCE SHEET - continued

31 MAY 2024

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

The financial statements were approved by the Board of Trustees and authorised for issue on 29/1/25.....
and were signed on its behalf by:


.....
J R Lloyd - Trustee


.....
B Capper - Trustee

The notes form part of these financial statements

HARVEY'S FOUNDRY TRUST

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MAY 2024

	Notes	2024 £	2023 £
Cash flows from operating activities			
Cash generated from operations	1	100,509	55,832
Interest paid		<u>(34,712)</u>	<u>(24,012)</u>
Net cash provided by operating activities		<u>65,797</u>	<u>31,820</u>
 Cash flows from investing activities			
Purchase of tangible fixed assets		(830)	(7,926)
Purchase of heritage assets		(47,256)	(7,454)
Interest received		<u>1,646</u>	<u>192</u>
Net cash used in investing activities		<u>(46,440)</u>	<u>(15,188)</u>
 Cash flows from financing activities			
Loan repayments in year		<u>(12,151)</u>	<u>(15,179)</u>
Net cash used in financing activities		<u>(12,151)</u>	<u>(15,179)</u>
Change in cash and cash equivalents in the reporting period		7,206	1,453
Cash and cash equivalents at the beginning of the reporting period	2	<u>198,715</u>	<u>197,262</u>
 Cash and cash equivalents at the end of the reporting period	2	<u>205,921</u>	<u>198,715</u>

The notes form part of these financial statements

HARVEY'S FOUNDRY TRUST

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MAY 2024

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2024 £	2023 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(365,918)	24,025
Adjustments for:		
Depreciation charges	1,239	6,385
Loss on disposal of fixed assets	-	882
Interest received	(1,646)	(192)
Interest paid	34,712	24,012
Impairment adjustment	430,000	-
(Increase)/decrease in stocks	(271)	1,623
(Increase)/decrease in debtors	(11,043)	31,006
Increase/(decrease) in creditors	<u>13,436</u>	<u>(31,909)</u>
Net cash provided by operations	<u>100,509</u>	<u>55,832</u>

2. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2024 £	2023 £
Cash in hand	62	62
Notice deposits (less than 3 months)	<u>205,859</u>	<u>198,653</u>
Total cash and cash equivalents	<u>205,921</u>	<u>198,715</u>

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1/6/23 £	Cash flow £	At 31/5/24 £
Net cash			
Cash at bank and in hand	<u>198,715</u>	<u>7,206</u>	<u>205,921</u>
	<u>198,715</u>	<u>7,206</u>	<u>205,921</u>
Debt			
Debts falling due within 1 year	(13,814)	832	(12,982)
Debts falling due after 1 year	<u>(444,031)</u>	<u>11,319</u>	<u>(432,712)</u>
	<u>(457,845)</u>	<u>12,151</u>	<u>(445,694)</u>
Total	<u>(259,130)</u>	<u>19,357</u>	<u>(239,773)</u>

The notes form part of these financial statements

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS **FOR THE YEAR ENDED 31 MAY 2024**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant policy note.

The charity is a private company limited by guarantee, incorporated in England and Wales (company number 04764003) and the charity is registered in England and Wales (charity number 1112920). The registered office is detailed on page 1.

The presentation currency of the financial statements is the Pound Sterling (£). Amounts in the accounts are rounded to the nearest £1.

Preparation of accounts on a going concern basis

The trustees consider there are no material uncertainties about the charity's ability to continue as a going concern. The review of the financial position, cash and reserves levels and future plans gives the trustees confidence the charity has sufficient resources to continue its activities for at least 12 months from the date of approval and signing of these financial statements. Based on this assessment, the Trustees consider it to be appropriate to prepare these financial statements under the going concern basis.

Income

Donations, legacies and other forms of voluntary income are recognised as incoming resources once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably. Donations received for general purposes of the charity are included as unrestricted funds. Donations for activities restricted by the wishes of the donor are taken to restricted funds. Donations required to be retained as capital in accordance with the donor's wishes are accounted for as endowments - permanent or expendable according to the nature of the restriction.

Grants, including grants for the purchase of fixed assets, are recognised in full in the Statement of Financial Activities in the year in which the charity is entitled to the grant, that it is probable that they are receivable and that they can be reliably measured.

When donors specify that donations and grant's given to the charity must be used in future accounting period, the income is deferred until those periods.

Incoming resources from charitable activity are accounted for when earned. Rents and service charges from lettings are recognised in the Statement of Financial Activities on a straight line basis in line with the tenancy agreement from the date the property was first let.

Investment income is included when receivable.

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MAY 2024**

1. ACCOUNTING POLICIES - continued

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's Archive Centre.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them (support costs).

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Office equipment - 25% on cost and 20% on cost

The cost of tangible fixed assets is their purchase cost, together with any incidental expenses of acquisition. Individual fixed assets costing £250 or more are capitalised at cost.

Freehold property is held at valuation based on market value and it not depreciated.

Tangible fixed assets are reviewed for indicators of impairment and any impairment losses arising from the difference between the carrying amount and the recoverable amount are recognised in the statements of financial activities.

Heritage assets

Heritage assets are capitalised at cost or market value at the date of transfer. The value of the heritage assets is reviewed periodically and adjustments for impairment are made as necessary. Any heritage assets are held by the charity for a historical purpose and to advance the preservation and conservation objectives of the charity. A list of properties held as heritage assets is maintained by the Trustees.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

The endowment fund represents those assets which must be held permanently by the charity, principally the freehold properties. Income arising from the endowment fund can be used in accordance with the objects of the charity and is included as unrestricted income.

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MAY 2024**

1. ACCOUNTING POLICIES - continued

Fund accounting

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense. The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Donated goods and services

Donated fixed assets are included in income at the estimated value of the gift to the charity when received, with the other entry being capitalised in fixed assets. For gifted heritage assets, these are included at market value at date of gift.

In accordance with the Charities SORP (FRS 102), the general volunteer time provided to the charity is not recognised.

Financial instruments

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

Financial instruments are recognised when the charity becomes party to contractual provisions of the instrument

Basic financial assets

Basic financial assets, which include trade and other debtors, 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 financial asset is measured at the present value of the future receipts discounted at a market rate of interest.

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, that the future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in the statement of financial activities.

Basic financial liabilities

Basic financial liabilities, including trade, other creditors, bank loans and other 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.

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

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

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2024

1. ACCOUNTING POLICIES - continued

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.

**2. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION
UNCERTAINTY**

In the application of the charity's accounting policies, the trustees 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 experience and industry knowledge. Actual results may differ from these estimates.

The primary judgements and estimates made in the financial statements are depreciation rates of fixed assets and the valuation of freehold property and heritage assets.

Depreciation is expenses at a rate that is determined to best represent the useful economic life of relevant assets, which is reviewed by the trustees, along with the associated estimated residual values.

The trustees review the valuation of heritage assets and freehold properties annually for impairment. The trustees obtain third party valuations periodically to assist them in this review. Although these estimates are based on the trustees' best knowledge of the amount, events or actions, actual results may differ from their 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.

3. DONATIONS AND LEGACIES

	2024	2023
	£	£
Donations receivable	1,433	1,096
Grants	<u>171,670</u>	<u>42,754</u>
	<u>173,103</u>	<u>43,850</u>

Grants received, included in the above, are as follows:

	2024	2023
	£	£
AIM	8,800	-
Cornwall Council Community Chest grant	480	-
Other grants	200	50
Historic England	142,190	9,086
Cornwall Council Community Capacity grant	20,000	-
AHF Transforming Heritage	-	<u>33,618</u>
	<u>171,670</u>	<u>42,754</u>

Included in grants, were government grants totalling £20,480 (2023: £nil).

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2024

4. OTHER TRADING ACTIVITIES

	2024	2023
	£	£
Shop income	<u>2,026</u>	<u>1,376</u>

5. INVESTMENT INCOME

	2024	2023
	£	£
Interest receivable	<u>1,646</u>	<u>192</u>

6. INCOME FROM CHARITABLE ACTIVITIES

	2024	2023
	£	£
Rental & service charge income	<u>354,155</u>	<u>338,723</u>

Activity
Protection and promotion of Hayle's heritage

7. RAISING FUNDS

Other trading activities

	2024	2023
	£	£
Purchases	<u>2,018</u>	<u>2,356</u>

8. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 9) £	Totals £
Protection and promotion of Hayle's heritage	<u>355,740</u>	<u>109,090</u>	<u>464,830</u>

9. SUPPORT COSTS

	Management £	Finance £	Governance costs £	Totals £
Other resources expended	430,000	-	-	430,000
Protection and promotion of Hayle's heritage	<u>59,874</u>	<u>34,712</u>	<u>14,504</u>	<u>109,090</u>
	<u>489,874</u>	<u>34,712</u>	<u>14,504</u>	<u>539,090</u>

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2024

9. SUPPORT COSTS - continued

Included in support costs is an impairment loss of £430,000 that was recognised by the charity during the year to reduce the carrying amount of a heritage asset to its recoverable amount.

Support costs, included in the above, are as follows:

			2024	2023
	Other resources expended £	Protection and promotion of Hayle's heritage £	Total activities £	Total activities £
Wages	-	14,794	14,794	-
Social security	-	1,414	1,414	-
Pensions	-	350	350	-
Rates and water	-	-	-	3,964
Insurance	-	22,564	22,564	15,787
Telephone	-	7,668	7,668	7,500
Postage and stationery	-	3,810	3,810	2,776
Advertising	-	2,345	2,345	185
Sundries	-	3,393	3,393	3,030
Equipment expensed	-	185	185	118
Subscriptions	-	506	506	342
Website costs	-	706	706	611
Rent	-	900	900	900
Depreciation of tangible and heritage assets	-	1,239	1,239	6,385
Loss on sale of tangible fixed assets	-	-	-	882
Impairment losses for heritage assets	430,000	-	430,000	-
Interest payable and similar charges	-	34,712	34,712	24,012
Auditors' remuneration	-	13,963	13,963	5,850
Bank charges	-	541	541	334
	<u>430,000</u>	<u>109,090</u>	<u>539,090</u>	<u>72,676</u>

10. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2024	2023
	£	£
Auditors' remuneration	13,963	5,850
Depreciation - owned assets	1,238	6,385
Deficit on disposal of fixed assets	-	882

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2024

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 May 2024 nor for the year ended 31 May 2023.

Trustees' expenses

There were trustee's expenses paid amounting to £65, relating to reimbursement for travel and other expenses (paid to two Trustees) during the year ended 31 May 2024 (2023: £Nil).

12. STAFF COSTS

	2024	2023
	£	£
Wages and salaries	136,676	122,210
Social security costs	8,439	6,898
Other pension costs	<u>2,503</u>	<u>2,140</u>
	<u>147,618</u>	<u>131,248</u>

The average monthly number of employees during the year was as follows:

	2024	2023
Full time employees	<u>4</u>	<u>4</u>

No employees received emoluments in excess of £60,000.

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Endowment funds £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	1,146	42,704	-	43,850
Charitable activities				
Protection and promotion of Hayle's heritage	338,723	-	-	338,723
Other trading activities	1,376	-	-	1,376
Investment income	192	-	-	192
Other income	<u>58</u>	<u>-</u>	<u>-</u>	<u>58</u>
Total	<u>341,495</u>	<u>42,704</u>	<u>-</u>	<u>384,199</u>
EXPENDITURE ON				
Raising funds	2,356	-	-	2,356
Charitable activities				
Protection and promotion of Hayle's heritage	<u>352,353</u>	<u>5,465</u>	<u>-</u>	<u>357,818</u>
Total	<u>354,709</u>	<u>5,465</u>	<u>-</u>	<u>360,174</u>

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2024

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Endowment funds £	Total funds £
NET INCOME/(EXPENDITURE)	(13,214)	37,239	-	24,025
RECONCILIATION OF FUNDS				
Total funds brought forward	189,034	1,196,412	1,357,525	2,742,971
TOTAL FUNDS CARRIED FORWARD	<u>175,820</u>	<u>1,233,651</u>	<u>1,357,525</u>	<u>2,766,996</u>

14. TANGIBLE FIXED ASSETS

	Freehold property £	Office equipment £	Totals £
COST OR VALUATION			
At 1 June 2023	707,565	85,305	792,870
Additions	-	830	830
At 31 May 2024	<u>707,565</u>	<u>86,135</u>	<u>793,700</u>
DEPRECIATION			
At 1 June 2023	-	82,109	82,109
Charge for year	-	1,238	1,238
At 31 May 2024	-	<u>83,347</u>	<u>83,347</u>
NET BOOK VALUE			
At 31 May 2024	<u>707,565</u>	<u>2,788</u>	<u>710,353</u>
At 31 May 2023	<u>707,565</u>	<u>3,196</u>	<u>710,761</u>

Cost or valuation at 31 May 2024 is represented by:

	Freehold property £	Office equipment £	Totals £
Valuation in 2021	699,999	-	699,999
Cost	<u>7,566</u>	<u>86,135</u>	<u>93,701</u>
	<u>707,565</u>	<u>86,135</u>	<u>793,700</u>

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2024

14. TANGIBLE FIXED ASSETS - continued

If freehold land and buildings had not been revalued they would have been included at the following historical cost:

	2024	2023
	£	£
Cost	<u>7,566</u>	<u>7,566</u>

The freehold land and building was valued on a market value basis on 24 September 2021 by Andrew Ranson MRICS of Miller Commercial.

Included in freehold property is £7,565, which represents the legal costs for the land at the Viaduct that was gifted to the charity after the year end. This was not part of the valuation in 2021 detailed above.

Freehold property with a carrying amount of £700,000 has been pledged to secure borrowings of the company. There is also a second charge on this property in favour of Cornwall Council, where the charity would be liable to pay £110,000 to the Council in the event that the property was sold. This will expire on 1 July 2030.

15. HERITAGE ASSETS

	Total £
MARKET VALUE	
At 1 June 2023	2,381,841
Additions	47,256
Impairments	<u>(430,000)</u>
At 31 May 2024	<u>1,999,097</u>
NET BOOK VALUE	
At 31 May 2024	<u>1,999,097</u>
At 31 May 2023	<u>2,381,841</u>

On 30 May 2007 the freehold property 'Foundry Farm' was gifted to Harvey's Foundry Trust from Penwith District Council. The independent market value at the date of the gift was £500,000 and legal costs were £2,354. The current value in the accounts is £500,000 but this excludes East Stables, which are leased to The Guinness Trust (London Fund) on a peppercorn rent for 125 years from 2007. The charity holds the title to this property but it is not considered to be an asset in the charity accounts.

On 23 March 2009, the freehold properties known as John Harvey House and Dowren House was purchased from Penwith District Council for £2. The independent market value at the date of the gift was £750,000. These properties have since been revalued and Dowren House reclassified as a tangible asset in 2021 (see below).

On 26 February 2015, the freehold property 'Plantation Store' was gifted to Harvey's Foundry Trust from Cornwall Country Council. The independent market value at the date of the gift was £35,000 and legal costs were £2,504. At 31 May 2015 there was an overage agreement in favour of Cornwall Council. There is a charge registered against this property by the Trustees of National Heritage Memorial Fund.

On 21 December 2015, the freehold property 'Pattern Shop/Cart Shed' was transferred to Harvey's Foundry Trust from Sennybridge (Hayle) Ltd. The independent market value at the date of the transfer was £40,000. There is a charge registered against this property by the Trustees of National Heritage Memorial Fund.

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MAY 2024**

15. HERITAGE ASSETS - continued

During 2016 and 2017, Artefacts totalling £32,979 were acquired by the charity and are included within heritage assets. Artefacts costing £420 were purchased in 2024 and included in heritage assets.

On 2 February 2017 the freehold property 'Land & Buildings on the east side of the Plantation Lane, Hayle were gifted to Harvey's Foundry Trust from Mr John Daniels. The land and buildings were gifted at a value of £1.

In 2020, phase 3 of the restoration and refurbishment of the Harvey's Foundry site was completed. The total project cost exceeded £4,200,000 and will conserve the buildings known as the Plantation Store, Pattern Shop and the site of the former Cart Shed. This project was mainly funded by the Heritage Lottery Fund.

In 2021, the heritage assets held (excluding Artefacts £32,979) were valued on a market value basis by 3rd party Independent Valuers, Andrew Ranson MRICS of Miller Commercial Valuers Ltd, at £3,000,000. This included £700,000 for Dowren House, which was transferred to tangible assets in 2022 as it was not considered to fall within the definition of a heritage asset. The charity recognised an impairment loss in 2021 to reduce the carrying amount of the Heritage assets to its recoverable amount. This impairment loss amounting to £2,590,802 was recognised as expenditure in the Statement of Financial Activities in accordance with the Charity SORP. As these assets are held under valuation depreciation has not been charged.

The Trustees have used this 2021 valuation in their assessment of the value of the heritage properties as at 31 May 2024, together with the 2023 valuation of John Harvey House, which stated the value of this building had reduced to £nil given its condition at the time. Excluding John Harvey House, the Trustees consider the valuation of £1,870,000, taken from the 2021 valuation remains appropriate for the other heritage assets at the year end. An impairment loss of £430,000 was recognised as expenditure in the Statement of Financial Activities for John Harvey House.

In 2022, costs of developing and restoring the John Harvey House were included in heritage assets amounting to £41,408. In 2023 and 2024 a further £48,781 has been spent on this project. These costs have been added to heritage assets as the Trustees believe that this has increased the 2023 valuation of the property.

In 2023, the Boring Mill (formerly known as the Granary Barn) was gifted to the charity by The Guinness Partnership Limited. This barn had previously been valued at £Nil as the liabilities for maintaining this building exceed the value in the building and land. The Trustees have confirmed that they have considered this and therefore no value has been included in the accounts other than the legal costs of this transaction.

In November 2023, the land at Hayle Viaduct was gifted to the charity by Hayle Foundry Limited. The Trustees are of the opinion that the value of the land is not material to the accounts. At present, the value in the accounts represents the legal costs of this transaction.

See note 20 for assets pledged as security for the bank loan. There is also a second charge over John Harvey House in favour of Cornwall Council, where the charity would be liable to pay the Council £110,000 in the event that the property was sold to a third party. This will expire on 2 July 2030.

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2024

15. HERITAGE ASSETS - continued

Cost or valuation at 31 May 2024 is represented by:

	Heritage assets £
Valuation in 2015	625,002
Valuation in 2021	(2,590,802)
Valuation in 2024	(430,000)
Cost	<u>4,394,897</u>
	<u>1,999,097</u>

16. STOCKS

	2024	2023
	£	£
Stocks	<u>2,520</u>	<u>2,249</u>

17. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Trade debtors	30,269	22,188
Prepayments	<u>21,451</u>	<u>18,489</u>
	<u>51,720</u>	<u>40,677</u>

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Bank loans and overdrafts (see note 20)	12,982	13,814
Trade creditors	30,446	22,017
Social security and other taxes	2,170	2,017
VAT	2,968	4,964
Other creditors	44,480	45,567
Accruals and deferred income	<u>42,775</u>	<u>34,837</u>
	<u>135,821</u>	<u>123,216</u>

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2024

19. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2024	2023
	£	£
Bank loans (see note 20)	<u>432,712</u>	<u>444,031</u>

20. LOANS

An analysis of the maturity of loans is given below:

	2024	2023
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>12,982</u>	<u>13,814</u>
	<u>12,982</u>	<u>13,814</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>51,927</u>	<u>55,257</u>

Amounts falling due in more than five years:

Repayable by instalments:

Bank loans more 5 yr by instalments	380,785	388,774
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The CAF Bank loan is secured by a fixed legal charge over the freehold land and properties:

John Harvey House, 24 Foundry Square, Hayle, TR27 4HH
Dowren House, 5 Foundry Lane, Hayle, TR27 4HP
Foundry Farm, Foundry Lane, Hayle TR27 4HP

The annual interest rate is the Bank of England Base Rate plus 2.5% and the loan period is 25 years. The capital repayments commenced during February 2018 and the contractual end date of the loan is 19 June 2041.

21. SECURED DEBTS

The following secured debts are included within creditors:

	2024	2023
	£	£
Bank loans	<u>445,694</u>	<u>457,845</u>

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MAY 2024**

22. MOVEMENT IN FUNDS

	At 1/6/23 £	Net movement in funds £	At 31/5/24 £
Unrestricted funds			
General fund	175,820	(94,067)	81,753
Restricted funds			
Phase 3	1,190,947	-	1,190,947
John Harvey House build	42,704	162,190	204,894
Hayle HERstory Project	-	(4,041)	(4,041)
	1,233,651	158,149	1,391,800
Endowment funds			
Foundry Farm	500,000	-	500,000
John Harvey House & Dowren House	750,000	(430,000)	320,000
Plantation Store	35,000	-	35,000
Pattern shop and site of former Cart Shed	40,000	-	40,000
Artefacts	32,524	-	32,524
Land & buildings on the east side of Plantation Lane, Hayle	1	-	1
	<u>1,357,525</u>	<u>(430,000)</u>	<u>927,525</u>
TOTAL FUNDS	<u>2,766,996</u>	<u>(365,918)</u>	<u>2,401,078</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	359,135	(453,202)	(94,067)
Restricted funds			
John Harvey House build	162,190	-	162,190
Hayle HERstory Project	<u>9,605</u>	<u>(13,646)</u>	<u>(4,041)</u>
	171,795	(13,646)	158,149
Endowment funds			
John Harvey House & Dowren House	-	(430,000)	(430,000)
	<u>530,930</u>	<u>(896,848)</u>	<u>(365,918)</u>
TOTAL FUNDS	<u>530,930</u>	<u>(896,848)</u>	<u>(365,918)</u>

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MAY 2024**

22. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/6/22 £	Net movement in funds £	At 31/5/23 £
Unrestricted funds			
General fund	189,034	(13,214)	175,820
Restricted funds			
Phase 3	1,196,112	(5,165)	1,190,947
Computer Equipment	300	(300)	-
John Harvey House build	-	42,704	42,704
	1,196,412	37,239	1,233,651
Endowment funds			
Foundry Farm	500,000	-	500,000
John Harvey House & Dowren House	750,000	-	750,000
Plantation Store	35,000	-	35,000
Pattern shop and site of former Cart Shed	40,000	-	40,000
Artefacts	32,524	-	32,524
Land & buildings on the east side of Plantation Lane, Hayle	1	-	1
	1,357,525	-	1,357,525
TOTAL FUNDS	<u>2,742,971</u>	<u>24,025</u>	<u>2,766,996</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	341,495	(354,709)	(13,214)
Restricted funds			
Phase 3	-	(5,165)	(5,165)
Computer Equipment	-	(300)	(300)
John Harvey House build	42,704	-	42,704
	42,704	(5,465)	37,239
TOTAL FUNDS	<u>384,199</u>	<u>(360,174)</u>	<u>24,025</u>

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MAY 2024**

22. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/6/22 £	Net movement in funds £	At 31/5/24 £
Unrestricted funds			
General fund	189,034	(107,281)	81,753
Restricted funds			
Phase 3	1,196,112	(5,165)	1,190,947
Computer Equipment	300	(300)	-
John Harvey House build	-	204,894	204,894
Hayle HERstory Project	-	(4,041)	(4,041)
	<u>1,196,412</u>	<u>195,388</u>	<u>1,391,800</u>
Endowment funds			
Foundry Farm	500,000	-	500,000
John Harvey House & Dowren House	750,000	(430,000)	320,000
Plantation Store	35,000	-	35,000
Pattern shop and site of former Cart Shed	40,000	-	40,000
Artefacts	32,524	-	32,524
Land & buildings on the east side of Plantation Lane, Hayle	<u>1</u>	<u>-</u>	<u>1</u>
	<u>1,357,525</u>	<u>(430,000)</u>	<u>927,525</u>
TOTAL FUNDS	<u>2,742,971</u>	<u>(341,893)</u>	<u>2,401,078</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	700,630	(807,911)	(107,281)
Restricted funds			
Phase 3	-	(5,165)	(5,165)
Computer Equipment	-	(300)	(300)
John Harvey House build	204,894	-	204,894
Hayle HERstory Project	<u>9,605</u>	<u>(13,646)</u>	<u>(4,041)</u>
	<u>214,499</u>	<u>(19,111)</u>	<u>195,388</u>
Endowment funds			
John Harvey House & Dowren House	-	(430,000)	(430,000)
	<u>915,129</u>	<u>(1,257,022)</u>	<u>(341,893)</u>
TOTAL FUNDS	<u>915,129</u>	<u>(1,257,022)</u>	<u>(341,893)</u>

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2024

22. MOVEMENT IN FUNDS - continued

Restricted Funds:

Phase 3 - the project commenced during 2015 and related to the restoration of the Harvey's Foundry site which was completed in 2020.

Millpond Leaflet - funding was received from Hayle Town Council towards this leaflet last year and was spent this year.

Computer equipment - funding was received towards the purchase of a new laptop. The balance represents the carrying value to be depreciated over future years.

John Harvey House - the project commenced during 2021 and related to the restoration and development of John Harvey House. Two grants were received during the year ended 31 May 2023 to help fund the costs of this project. One grant from Architectural Heritage Fund and one from Historic England. The restoration costs have been capitalised in fixed assets.

Further grants were received for this project during 2024. These were received from Historic England, Cornwall Council Goods Growth Fund Cornwall and Isles of Scilly Shared Prosperity Fund and Community Capacity Grant. This included funding for a community outreach programme during the closure of the Heritage Centre.

Hayle HERstory project - during 2024 grants were received from AIM, Little Parc Owls Trust, Hayle Pump and Hayle Old Cornwall Society to enable the charity to run a project and exhibition to tell untold stories of courageous women in Cornish History. This fund is in deficit at the year end as two grants are payable on the completion of the project.

Endowment Funds:

The permanent endowments, were established by the gift and sale of 3 properties from Penwith District Council. The gift and sales were made to the charity on condition that they are held as permanent endowments, the income from which is freely available to fund the activities of the charity.

During the year ending 31 May 2015 the freehold property known as 'The Plantation Store' was transferred to the charity with the condition that it is held as a permanent endowment.

During the year ending 31 May 2016, the freehold property known as 'The Pattern Shop and the site of the former Cart Shed' was transferred to the charity with the condition that it is held as a permanent endowment.

During the year ending 31 May 2017, the freehold land and property known as 'Land and Buildings on the east side of Plantation Lane, Hayle' was gifted to the charity by Mr J Daniels.

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2024

23. EMPLOYEE BENEFIT OBLIGATIONS

During the year ended 31 May 2023 the pension costs were £2,503 (2023: £2,140).

At the year end the amount outstanding was £509 (2023: £496).

24. CONTINGENT LIABILITIES

There are two overage agreements in place on certain heritage assets held by the charity.

On transfer of the Plantation Stores on 26 February 2015, the charity was subject to an overage agreement in favour of Cornwall Council. The Council have a right to be paid a proportion of the sale price in the event that the property is sold.

The overage agreement for Boring Mill (formally known as Granary Barn) is dependent on certain work being carried out to install standard services for the connection to main utilities and to reinstate/repair various parts of the structure. The term of the agreement is 50 years from the transfer in 2023. In the event of a disposal within the overage period before completion of this work, an additional payment (50% of sale price) would be due to The Guinness Partnership Limited. If the specified work is completed, the overage agreement ends.

25. CAPITAL COMMITMENTS

As at 31 May 2024, the trustees had authorised the following expenditure that has not been recognised in the financial statements:

Structural and essential repairs (including drainage work) of John Harvey House at an estimated cost of £641,000. Grants have been awarded to fund this work, of which £510,058 is due to be received after 31 May 2024, once conditions to the grants have been met. £120,695 was held in the bank as at 31 May 2024 from grants already received but not spent at this date.

26. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 May 2024.

27. LEGAL STATUS OF THE CHARITY

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity.

HARVEY'S FOUNDRY TRUST

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MAY 2024

	2024 £	2023 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations receivable	1,433	1,096
Grants	<u>171,670</u>	<u>42,754</u>
	173,103	43,850
Other trading activities		
Shop income	2,026	1,376
Investment income		
Interest receivable	1,646	192
Charitable activities		
Rental & service charge income	354,155	338,723
Other income		
Other income	<u>-</u>	<u>58</u>
Total incoming resources	530,930	384,199
EXPENDITURE		
Other trading activities		
Purchases	2,018	2,356
Charitable activities		
Wages	121,882	122,210
Social security	7,025	6,898
Pensions	2,153	2,140
Light and heat	85,581	50,197
Staff training	3,580	3,801
Cleaning	25,412	21,100
Repairs and maintenance	52,783	57,853
Security costs	18,708	5,841
Bad debts	-	3,155
Other legal and professional	20,098	10,857
Workshop and exhibition costs	554	1,090
Rates and water	<u>17,964</u>	<u>-</u>
	355,740	285,142
Support costs		
Management		
Wages	14,794	-
Carried forward	14,794	-

This page does not form part of the statutory financial statements

HARVEY'S FOUNDRY TRUST

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MAY 2024

	2024 £	2023 £
Management		
Brought forward	14,794	-
Social security	1,414	-
Pensions	350	-
Rates and water	-	3,964
Insurance	22,564	15,787
Telephone	7,668	7,500
Postage and stationery	3,810	2,776
Advertising	2,345	185
Sundries	3,393	3,030
Equipment expensed	185	118
Subscriptions	506	342
Website costs	706	611
Rent	900	900
Depreciation of computer equipment	1,239	6,385
Loss on sale of tangible fixed assets	-	882
Impairment losses for heritage assets	<u>430,000</u>	<u>-</u>
	489,874	42,480
 Finance		
Bank loan interest	34,712	24,012
 Governance costs		
Auditors' remuneration	13,963	5,850
Bank charges	<u>541</u>	<u>334</u>
	<u>14,504</u>	<u>6,184</u>
 Total resources expended	<u>896,848</u>	<u>360,174</u>
 Net (expenditure)/income	<u>(365,918)</u>	<u>24,025</u>

This page does not form part of the statutory financial statements

HARVEY'S FOUNDRY TRUST

England & Wales - Charity number 1112920

Accounts

REGISTERED COMPANY NUMBER: 04764003 (England and Wales)
REGISTERED CHARITY NUMBER: 1112920

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2023
FOR
HARVEY'S FOUNDRY TRUST

Lang Bennetts Audit Limited
The Old Carriage Works
Moresk Road
TRURO
Cornwall
TR1 1DG

HARVEY'S FOUNDRY TRUST

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FOR THE YEAR ENDED 31 MAY 2023

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HARVEY'S FOUNDRY TRUST

REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31 MAY 2023

TRUSTEES

B Capper - nominated by Hayle Town Council
N J Harvey (resigned 10/7/2022)
S D Johnson (appointed 13/7/2022)
R H Lello
J R Lloyd
R J G Morton
D J Pollard (deceased 12/12/2022)
K J T Rickard
S M R Thomas
J Bennett (deceased 2/6/2022)
K McHugh (appointed 6/11/2022)
S Benney - nominated by Hayle Town Council
P Channon - nominated by Cornwall Council

REGISTERED OFFICE

24 Foundry Square
Hayle
Cornwall
TR27 4HH

**REGISTERED COMPANY
NUMBER**

04764003 (England and Wales)

REGISTERED CHARITY NUMBER 1112920

AUDITORS

Lang Bennetts Audit Limited
The Old Carriage Works
Moresk Road
TRURO
Cornwall
TR1 1DG

SOLICITORS

GA Solicitors
25 Lockyer Street
Plymouth
DEVON
PL1 2QW

BANKERS

Barclays Bank Plc
8-9 Market Jew Street
Penzance
Cornwall
TRAD 2TW

HARVEY'S FOUNDRY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MAY 2023

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 May 2023. The trustees have adopted the provisions of 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 2019).

This report serves the purposes of both a trustees' report and a directors' report under company law.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity's objects are:

to promote the preservation, protection, development, improvements and education for the benefit of the people of Hayle, the county of Cornwall and the nation, the natural, historical, architectural and constructional heritage, features, objects, collections and projects of historic and public interest, including buildings (as defined in section 336 of the Town and Country planning Act 1990) of particular beauty of historical, architectural or constructional interest.

Significant activities

Our main activities in support of our charitable objectives for the year ending 31 May 2023 were:

General Trust activities

The new facilities and estates officer has settled in well and a backlog of maintenance jobs have been resolved. Lettings are going well with the building operating at 95% occupancy through the year. We have agreed a forward strategy 2023-2026, which will focus the Trusts activities for the next three years.

Hayle Heritage Centre

The centre, has had a pop up exhibition and run a number of events, including talks, tours and workshops, all of which were well attended showing a demand for such activity in the town.

We are also getting the highest number of visits since the lockdown.

We are developing the John Harvey House project and have applied to a number of funders including; Arts Council MEND grant, Good Growth Fund and the Community Capacity Fund.

This project will see the closure of the centre and the rectifying of the building structural problems enabling us to come off the HAR.

Public benefit

The Trust's core values (public benefits) are: Regeneration, Education and Conservation.

We fulfil those values through a variety of mechanisms:

- Using history as a basis for community cohesion and giving Hayle's residents a sense of place.
- Protecting and promoting Hayle's history, thus encouraging a cultural tourism.
- Working with all five local primary schools, Hayle Community School and the local colleges - offering field trips, learning packs and joint collaborative projects to enhance the curriculum.
- Rebuilding decrepit yet historically important buildings which in turn enhances a run down underused area, thus encouraging private individuals to do the same.
- Creating affordable yet high quality office and workspace to allow local small business to grow, thus increasing the opportunity for high quality jobs.
- Providing a wide range of volunteering opportunities with a fully supported training programme.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and projects.

HARVEY'S FOUNDRY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MAY 2023

ACHIEVEMENT AND PERFORMANCE

Fundraising activities

The organisation does not carry out significant fundraising activities.

FINANCIAL REVIEW

Financial position

The charity had an overall surplus of £24,025 for the year ending 31 May 2023. Of this, a surplus of £37,239 relates to restricted funds, which mainly represents the restricted grants received in the year for the John Harvey House build less the depreciation of fixed assets held for restricted purposes. Unrestricted funds had a deficit of £13,214 for the year.

Total funds at the year end amounted to £2,766,996 (2022: £2,742,971), of which unrestricted funds represented £175,820 (2022: £189,034).

Reserves policy

The Trustees have examined the charity's requirements for reserves in light of the main risks to the organisation. It has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be 6 months of the core costs plus loan repayment costs. The target is £91,000 in general funds. The reserves are needed to meet the working capital requirements of the charity and the trustees are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding. The balance of general reserves held (excluding funds held as fixed assets and excluding the mortgage balance) at 31 May 2023 were £125,097 (2022: £131,491).

Going concern

The Trust considers that the charity is a going concern.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The organisation is a charitable company limited by guarantee, incorporated on 14 May 2003 and registered as a charity on 3 February 2006. The company was established under a Memorandum of Association which established the objects and powers of the charity and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £10.

Recruitment and appointment of new trustees and management committee

The directors of the company are also charity trustees for the purposes of charity law. Under the requirements of the Memorandum and Articles of Association, Directors elected by the Members of the Trust serve for a maximum of 3 years and are subject to retirement by rotation. Nominated Directors serve at the discretion of the nominating body.

Members, entitled to vote at General and Extraordinary Meetings, comprise:

- i) the subscribers to the memorandum
- ii) the appointing bodies
- iii) such other persons or organisations as are admitted to membership in accordance with the rules made under Article 61.

Directors may apply to be registered as Members and all have done so.

All Members will be circulated with invitations to nominate Trustees prior to the AGM advising them of the retiring Trustees and requesting nominations for the AGM.

New Trustees will be invited and encouraged to attend an induction and training session to familiarise themselves with the charity and the context within which it operates. These are jointly led by the Chair of the Board of Trustees and Heritage & Business Manager' of the charity. New trustees are provided with a pack containing information covering the following:

- The content of the memorandum and articles of association.
- Set of recent board papers and minutes and dates of next meetings
- Annual reports from the previous year
- Operating documents

HARVEY'S FOUNDRY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MAY 2023

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

Trustees meet quarterly and are responsible for the strategic direction and policies of the charity. Currently there are 9 trustees.

The Heritage and Business Manager is Laura Walton, who reports to the Trustees.

Key management remuneration

The key management personnel of the charity is the Heritage and Business Manager and her employee benefits for the year were £38,273 (2022: £40,610).

Related parties

Mr D J Pollard (deceased) was a Cornwall Councillor. Mr P Channon is also a Cornwall Councillor.

Mr B Capper is a Hayle Town Councillors. Mr S Benney was also a Hayle Town Councillor until his retirement.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The Board of Trustees has conducted a review of the major risks to which the charity is exposed. A risk register is being drawn up and will be updated at least annually. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with Health and Safety of staff, volunteers, and clients.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Harvey'S Foundry Trust for the purposes of company law) are responsible for preparing the Report of the Trustees 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 incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. 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 Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company 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.

HARVEY'S FOUNDRY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MAY 2023

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website.

Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

AUDITORS

The auditors, Lang Bennetts Audit Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

Approved by order of the board of trustees on *31st January 2024* and signed on its behalf by:



.....
B Capper - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF HARVEY'S FOUNDRY TRUST

Opinion

We have audited the financial statements of Harvey'S Foundry Trust (the 'charitable company') for the year ended 31 May 2023 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. 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).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 May 2023 and of its 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions 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 Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
HARVEY'S FOUNDRY TRUST**

Matters on which we are required to report by exception

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

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:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the 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; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, 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, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
HARVEY'S FOUNDRY TRUST**

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We obtained an understanding of the legal and regulatory frameworks that are applicable to the entity and determined that the most significant are those that relate to financial compliance (for example in relation to taxation, company and charity law), relevant regulatory standards for the sector in which the charity operates, employment matters and other relevant laws and regulations.

We assessed the risks of material misstatement in respect of fraud as follows:

- We made enquiries of the trustees and management in relation to any non-compliance of laws and regulations, potential litigation and claims or any knowledge of actual, suspected or alleged fraud.
- We considered the risk of fraud through management override of controls.
- We considered the risk of fraud through revenue recognition.

Based on the results of our risk assessment, we designed our audit procedures to identify and to address material misstatements in relation to fraud, as follows:

- Legal fees were reviewed to identify any potential non-compliance of laws and regulations.
- We reviewed the minutes of trustee meetings to identify matters relevant to our audit.
- We reviewed material manual journal entries for evidence of management override or fraud.
- We tested specific instances of grant income for the correct application of the revenue recognition rules.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the Trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion. As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
HARVEY'S FOUNDRY TRUST

Use of our report

This report is made solely to the charitable 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 auditors' 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.



James Pearce FCA (Senior Statutory Auditor)
for and on behalf of Lang Bennetts Audit Limited
The Old Carriage Works
Moresk Road
TRURO
Cornwall
TR1 1DG

Date: 1/2/28

HARVEY'S FOUNDRY TRUST

STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MAY 2023

	Notes	Unrestricted fund £	Restricted funds £	Endowment funds £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies		1,096	-	-	1,096	996
Charitable activities						
Protection and promotion of Hayle's heritage		338,773	42,704	-	381,477	307,329
Other trading activities	3	1,376	-	-	1,376	1,394
Investment income	4	192	-	-	192	9
Other income		58	-	-	58	-
Total		341,495	42,704	-	384,199	309,728
EXPENDITURE ON						
Raising funds		2,356	-	-	2,356	851
Charitable activities						
Protection and promotion of Hayle's heritage		352,353	5,465	-	357,818	322,954
Total		354,709	5,465	-	360,174	323,805
NET INCOME/(EXPENDITURE)		(13,214)	37,239	-	24,025	(14,077)
RECONCILIATION OF FUNDS						
Total funds brought forward		189,034	1,196,412	1,357,525	2,742,971	2,757,048
TOTAL FUNDS CARRIED FORWARD		175,820	1,233,651	1,357,525	2,766,996	2,742,971

The notes form part of these financial statements

HARVEY'S FOUNDRY TRUST

BALANCE SHEET **31 MAY 2023**

	Notes	Unrestricted fund £	Restricted funds £	Endowment funds £	2023 Total funds £	2022 Total funds £
FIXED ASSETS						
Tangible assets	10	10,762	-	699,999	710,761	707,711
Heritage assets	11	497,806	1,226,509	657,526	2,381,841	2,376,778
		<u>508,568</u>	<u>1,226,509</u>	<u>1,357,525</u>	<u>3,092,602</u>	<u>3,084,489</u>
CURRENT ASSETS						
Stocks	12	2,249	-	-	2,249	3,872
Debtors	13	40,677	-	-	40,677	71,683
Cash at bank and in hand		191,573	7,142	-	198,715	197,262
		<u>234,499</u>	<u>7,142</u>	<u>-</u>	<u>241,641</u>	<u>272,817</u>
CREDITORS						
Amounts falling due within one year	14	(123,216)	-	-	(123,216)	(159,550)
		<u>111,283</u>	<u>7,142</u>	<u>-</u>	<u>118,425</u>	<u>113,267</u>
NET CURRENT ASSETS						
		<u>111,283</u>	<u>7,142</u>	<u>-</u>	<u>118,425</u>	<u>113,267</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		619,851	1,233,651	1,357,525	3,211,027	3,197,756
CREDITORS						
Amounts falling due after more than one year	15	(444,031)	-	-	(444,031)	(454,785)
		<u>175,820</u>	<u>1,233,651</u>	<u>1,357,525</u>	<u>2,766,996</u>	<u>2,742,971</u>
NET ASSETS						
		<u>175,820</u>	<u>1,233,651</u>	<u>1,357,525</u>	<u>2,766,996</u>	<u>2,742,971</u>
FUNDS	18					
Unrestricted funds					175,820	189,034
Restricted funds					1,233,651	1,196,412
Endowment funds					1,357,525	1,357,525
TOTAL FUNDS					<u>2,766,996</u>	<u>2,742,971</u>

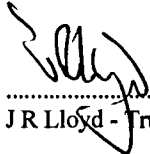
The notes form part of these financial statements

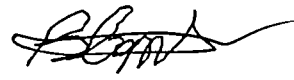
HARVEY'S FOUNDRY TRUST

BALANCE SHEET - continued
31 MAY 2023

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

The financial statements were approved by the Board of Trustees and authorised for issue on 31st January 2024 and were signed on its behalf by:


.....
J R Lloyd - Trustee


.....
B Capper - Trustee

The notes form part of these financial statements

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS **FOR THE YEAR ENDED 31 MAY 2023**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant policy note.

The charity is a private company limited by guarantee, incorporated in England and Wales (company number 04764003) and the charity is registered in England and Wales (charity number 1112920). The registered office is detailed on page 1.

The presentation currency of the financial statements is the Pound Sterling (£).

Preparation of accounts on a going concern basis

The trustees consider there are no material uncertainties about the charity's ability to continue as a going concern. The review of the financial position, reserves levels and future plans gives the trustees confidence the charity remains a going concern for the foreseeable future.

Income

Donations, legacies and other forms of voluntary income are recognised as incoming resources when receivable, except insofar as they are incapable of financial measurement. Donations received for general purposes of the charity are included as unrestricted funds. Donations for activities restricted by the wishes of the donor are taken to restricted funds. Donations required to be retained as capital in accordance with the donor's wishes are accounted for as endowments - permanent or expendable according to the nature of the restriction.

Grants, including grants for the purchase of fixed assets, are recognised in full in the Statement of Financial Activities in the year in which the charity is entitled to the grant, that it is probable that they are receivable and that they can be reliably measured.

When donors specify that donations and grant's given to the charity must be used in future accounting period, the income is deferred until those periods.

Incoming resources from charitable activity are accounted for when earned. Rents and service charges from lettings are recognised in the Statement of Financial Activities on a straight line basis in line with the tenancy agreement from the date the property was first let.

Investment income is included when receivable.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's Archive Centre.

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MAY 2023**

1. ACCOUNTING POLICIES - continued

Expenditure

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Office equipment - 25% on cost and 20% on cost

Individual fixed assets costing £250 or more are capitalised at cost.

Freehold property is held at valuation based on market value.

Heritage assets

Heritage assets are capitalised at cost or market value at the date of transfer. The value of the heritage assets is reviewed periodically and adjustments for impairment are made as necessary. Any heritage assets are held by the charity for a historical purpose and to advance the preservation and conservation objectives of the charity. A list of properties held as heritage assets is maintained by the Trustees.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

The endowment fund represents those assets which must be held permanently by the charity, principally the freehold properties. Income arising from the endowment fund can be used in accordance with the objects of the charity and is included as unrestricted income.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Donated goods

Donated fixed assets are included in income at the estimated value of the gift to the charity when received, with the other entry being capitalised in fixed assets. For gifted heritage assets, these are included at market value at date of gift.

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MAY 2023**

1. ACCOUNTING POLICIES - continued

Financial instruments

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

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount, offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

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 to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

2. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the charity's accounting policies, the trustees 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 experience and industry knowledge. Actual results may differ from these estimates.

The primary judgements and estimates made in the financial statements are depreciation rates of fixed assets and the valuation of freehold property and heritage assets.

Depreciation is expenses at a rate that is determined to best represent the useful economic life of relevant assets, which is reviewed by the trustees, along with the associated estimated residual values.

The trustees review the valuation of heritage assets and freehold properties annually for impairment. The trustees obtain third party valuations periodically to assist them in this review. Although these estimates are based on the trustees' best knowledge of the amount, events or actions, actual results may differ from their 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.

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2023

3. OTHER TRADING ACTIVITIES

	2023	2022
	£	£
Shop income	<u>1,376</u>	<u>1,394</u>

4. INVESTMENT INCOME

	2023	2022
	£	£
Interest receivable	<u>192</u>	<u>9</u>

5. SUPPORT COSTS

	Management	Governance costs	Totals
	£	£	£
Protection and promotion of Hayle's heritage	<u>66,492</u>	<u>6,184</u>	<u>72,676</u>

6. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2023	2022
	£	£
Auditors' remuneration	5,850	5,280
Depreciation - owned assets	6,385	8,413
Deficit on disposal of fixed assets	882	-
	<u>13,117</u>	<u>13,693</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 May 2023 nor for the year ended 31 May 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 May 2023 nor for the year ended 31 May 2022.

8. STAFF COSTS

	2023	2022
	£	£
Wages and salaries	122,210	115,918
Social security costs	6,898	6,803
Other pension costs	2,140	2,032
	<u>131,248</u>	<u>124,753</u>

The average monthly number of employees during the year was as follows:

	2023	2022
	4	4
Full time employees	<u>4</u>	<u>4</u>

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MAY 2023**

8. STAFF COSTS - continued

No employees received emoluments in excess of £60,000.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Endowment funds £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	996	-	-	996
Charitable activities				
Protection and promotion of Hayle's heritage	307,329	-	-	307,329
Other trading activities	1,394	-	-	1,394
Investment income	9	-	-	9
Total	309,728	-	-	309,728
EXPENDITURE ON				
Raising funds	851	-	-	851
Charitable activities				
Protection and promotion of Hayle's heritage	315,364	7,590	-	322,954
Total	316,215	7,590	-	323,805
NET INCOME/(EXPENDITURE)	(6,487)	(7,590)	-	(14,077)
RECONCILIATION OF FUNDS				
Total funds brought forward	195,521	1,204,002	1,357,525	2,757,048
TOTAL FUNDS CARRIED FORWARD	189,034	1,196,412	1,357,525	2,742,971

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MAY 2023**

10. TANGIBLE FIXED ASSETS

	Freehold property £	Office equipment £	Totals £
COST OR VALUATION			
At 1 June 2022	700,000	89,740	789,740
Additions	5,174	2,752	7,926
Disposals	-	(7,187)	(7,187)
Reclassification	2,391	-	2,391
At 31 May 2023	707,565	85,305	792,870
DEPRECIATION			
At 1 June 2022	-	82,029	82,029
Charge for year	-	6,385	6,385
Eliminated on disposal	-	(6,305)	(6,305)
At 31 May 2023	-	82,109	82,109
NET BOOK VALUE			
At 31 May 2023	707,565	3,196	710,761
At 31 May 2022	700,000	7,711	707,711

Cost or valuation at 31 May 2023 is represented by:

	Freehold property £	Office equipment £	Totals £
Valuation in 2021	699,999	-	699,999
Cost	7,566	85,305	92,871
	707,565	85,305	792,870

If freehold land and buildings had not been revalued they would have been included at the following historical cost:

	2023 £	2022 £
Cost	7,566	1

The freehold land and building was valued on a market value basis on 24 September 2021 by Andrew Ranson MRICS of Miller Commercial.

Included in freehold property is £7,565, which represents the legal costs for the land at the Viaduct that was gifted to the charity after the year end. This was not part of the valuation in 2021 detailed above.

Freehold property with a carrying amount of £700,000 has been pledged to secure borrowings of the company. There is also a second charge on this property in favour of Cornwall Council, where the charity would be liable to pay £110,000 to the Council in the event that the property was sold. This will expire on 1 July 2030.

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MAY 2023**

11. HERITAGE ASSETS

	Total £
MARKET VALUE	
At 1 June 2022	2,376,778
Additions	7,454
Reclassification	(2,391)
At 31 May 2023	2,381,841
NET BOOK VALUE	
At 31 May 2023	2,381,841
At 31 May 2022	2,376,778

On 30 May 2007 the freehold property 'Foundry Farm' was gifted to Harvey's Foundry Trust from Penwith District Council. The independent market value at the date of the gift was £500,000 and legal costs were £2,354. The current value in the accounts is £500,000 but this excludes East Stables, which are leased to The Guinness Trust (London Fund) on a peppercorn rent for 125 years from 2007. The charity holds the title to this property but it is not considered to be an asset in the charity accounts.

On 23 March 2009, the freehold properties known as John Harvey House and Dowren House was purchased from Penwith District Council for £2. The independent market value at the date of the gift was £750,000. These properties have since been revalued and Dowren House reclassified as a tangible asset in 2021 (see below).

On 26 February 2015, the freehold property 'Plantation Store' was gifted to Harvey's Foundry Trust from Cornwall Country Council. The independent market value at the date of the gift was £35,000 and legal costs were £2,504. At 31 May 2015 there was an overage agreement in favour of Cornwall Council. There is a charge registered against this property by the Trustees of National Heritage Memorial Fund.

On 21 December 2015, the freehold property 'Pattern Shop/Cart Shed' was transferred to Harvey's Foundry Trust from Sennybridge (Hayle) Ltd. The independent market value at the date of the transfer was £40,000. There is a charge registered against this property by the Trustees of National Heritage Memorial Fund.

During 2016 and 2017, Artefacts totalling £32,979 were acquired by the charity and are included within heritage assets.

On 2 February 2017 the freehold property 'Land & Buildings on the east side of the Plantation Lane, Hayle' were gifted to Harvey's Foundry Trust from Mr John Daniels. The land and buildings were gifted at a value of £1.

In 2020, phase 3 of the restoration and refurbishment of the Harvey's Foundry site was completed. The total project cost exceeded £4,200,000 and will conserve the buildings known as the Plantation Store, Pattern Shop and the site of the former Cart Shed. This project was mainly funded by the Heritage Lottery Fund.

In 2021, the heritage assets held (excluding Artefacts £32,979) were valued on a market value basis by 3rd party Independent Valuers, Andrew Ranson MRICS of Miller Commercial Valuers Ltd, at £3,000,000. This included £700,000 for Dowren House, which was transferred to tangible assets in 2022 as it was not considered to fall within the definition of a heritage asset. The charity recognised an impairment loss in 2021 to reduce the carrying amount of the Heritage assets to its recoverable amount. This impairment loss amounting to £2,590,802 was recognised as expenditure in the Statement of Financial Activities in accordance with the Charity SORP. As these assets are held under valuation depreciation has not been charged. The Trustees consider the 2021 valuation is still appropriate at the year end.

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MAY 2023**

11. HERITAGE ASSETS - continued

In 2022, costs of developing and restoring the John Harvey House has been included in heritage assets amounting to £41,408. This has been added to heritage assets as the Trustees believe that this has increased the 2021 valuation of the property. A further £1,944 was spent on this building this year.

In 2023, the Granary Barn (known as the Boring Mill) was gifted to the charity by The Guinness Partnership Limited. This barn had previously been valued at Nil as the liabilities for maintaining this building exceed the value in the building and land. The Trustees have confirmed that they have considered this and therefore no value has been included in the accounts other than the legal costs of this transaction.

See note 16 for assets pledged as security for the bank loan. There is also a second charge over John Harvey House in favour of Cornwall Council, where the charity would be liable to pay the Council £110,000 in the event that the property was sold to a third party. This will expire on 2 July 2030.

12. STOCKS

	2023	2022
	£	£
Stocks	2,249	3,872
	<u>2,249</u>	<u>3,872</u>

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Trade debtors	22,188	26,393
Other debtors	-	33,618
Prepayments	18,489	11,672
	<u>40,677</u>	<u>71,683</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Bank loans and overdrafts (see note 16)	13,814	18,224
Other loans (see note 16)	-	15
Trade creditors	22,017	18,507
Social security and other taxes	2,017	1,788
VAT	4,964	4,233
Other creditors	45,567	43,738
Accruals and deferred income	34,837	73,045
	<u>123,216</u>	<u>159,550</u>

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2023

15. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2023	2022
	£	£
Bank loans (see note 16)	444,031	454,785

16. LOANS

An analysis of the maturity of loans is given below:

	2023	2022
	£	£
Amounts falling due within one year on demand:		
Bank loans	13,814	18,224
Other loans	-	15
	<u>13,814</u>	<u>18,239</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>55,257</u>	<u>72,890</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instalments	388,774	381,895

The CAF Bank loan is secured by a fixed legal charge over the freehold land and properties:

John Harvey House, 24 Foundry Square, Hayle, TR27 4HH
Dowren House, 5 Foundry Lane, Hayle, TR27 4HP
Foundry Farm, Foundry Lane, Hayle

The annual interest rate is the Bank of England Base Rate plus 2.5% and the loan period is 25 years. The capital repayments commenced during February 2018 and the contractual end date of the loan is 19 June 2041.

17. SECURED DEBTS

The following secured debts are included within creditors:

	2023	2022
	£	£
Bank loans	<u>457,845</u>	<u>473,009</u>

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2023

18. MOVEMENT IN FUNDS

	At 1/6/22 £	Net movement in funds £	At 31/5/23 £
Unrestricted funds			
General fund	189,034	(13,214)	175,820
Restricted funds			
Phase 3	1,196,112	(5,165)	1,190,947
Computer Equipment	300	(300)	-
John Harvey House build	-	42,704	42,704
	1,196,412	37,239	1,233,651
Endowment funds			
Foundry Farm	500,000	-	500,000
John Harvey House & Dowren House	750,000	-	750,000
Plantation Store	35,000	-	35,000
Pattern shop and site of former Cart Shed	40,000	-	40,000
Artefacts	32,524	-	32,524
Land & buildings on the east side of Plantation Lane, Hayle	1	-	1
	1,357,525	-	1,357,525
TOTAL FUNDS	2,742,971	24,025	2,766,996

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	341,495	(354,709)	(13,214)
Restricted funds			
Phase 3	-	(5,165)	(5,165)
Computer Equipment	-	(300)	(300)
John Harvey House build	42,704	-	42,704
	42,704	(5,465)	37,239
TOTAL FUNDS	384,199	(360,174)	24,025

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MAY 2023**

18. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/6/21 £	Net movement in funds £	At 31/5/22 £
Unrestricted funds			
General fund	195,521	(6,487)	189,034
Restricted funds			
Phase 3	1,203,352	(7,240)	1,196,112
Millpond Leaflet	250	(250)	-
Computer Equipment	400	(100)	300
	<u>1,204,002</u>	<u>(7,590)</u>	<u>1,196,412</u>
Endowment funds			
Foundry Farm	500,000	-	500,000
John Harvey House & Dowren House	750,000	-	750,000
Plantation Store	35,000	-	35,000
Pattern shop and site of former Cart Shed	40,000	-	40,000
Artefacts	32,524	-	32,524
Land & buildings on the east side of Plantation Lane, Hayle	<u>1</u>	<u>-</u>	<u>1</u>
	<u>1,357,525</u>	<u>-</u>	<u>1,357,525</u>
TOTAL FUNDS	<u><u>2,757,048</u></u>	<u><u>(14,077)</u></u>	<u><u>2,742,971</u></u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	309,728	(316,215)	(6,487)
Restricted funds			
Phase 3	-	(7,240)	(7,240)
Millpond Leaflet	-	(250)	(250)
Computer Equipment	-	(100)	(100)
	<u>-</u>	<u>(7,590)</u>	<u>(7,590)</u>
TOTAL FUNDS	<u><u>309,728</u></u>	<u><u>(323,805)</u></u>	<u><u>(14,077)</u></u>

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MAY 2023**

18. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/6/21 £	Net movement in funds £	At 31/5/23 £
Unrestricted funds			
General fund	195,521	(19,701)	175,820
Restricted funds			
Phase 3	1,203,352	(12,405)	1,190,947
Millpond Leaflet	250	(250)	-
Computer Equipment	400	(400)	-
John Harvey House build	-	42,704	42,704
	<u>1,204,002</u>	<u>29,649</u>	<u>1,233,651</u>
Endowment funds			
Foundry Farm	500,000	-	500,000
John Harvey House & Dowren House	750,000	-	750,000
Plantation Store	35,000	-	35,000
Pattern shop and site of former Cart Shed	40,000	-	40,000
Artefacts	32,524	-	32,524
Land & buildings on the east side of Plantation Lane, Hayle	<u>1</u>	<u>-</u>	<u>1</u>
	<u>1,357,525</u>	<u>-</u>	<u>1,357,525</u>
TOTAL FUNDS	<u><u>2,757,048</u></u>	<u><u>9,948</u></u>	<u><u>2,766,996</u></u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	651,223	(670,924)	(19,701)
Restricted funds			
Phase 3	-	(12,405)	(12,405)
Millpond Leaflet	-	(250)	(250)
Computer Equipment	-	(400)	(400)
John Harvey House build	42,704	-	42,704
	<u>42,704</u>	<u>(13,055)</u>	<u>29,649</u>
TOTAL FUNDS	<u><u>693,927</u></u>	<u><u>(683,979)</u></u>	<u><u>9,948</u></u>

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MAY 2023**

18. MOVEMENT IN FUNDS - continued

Restricted Funds:

Phase 3 - the project commenced during 2015 and related to the restoration of the Harvey's Foundry site which was completed in 2020.

Millpond Leaflet - funding was received from Hayle Town Council towards this leaflet last year and was spent this year.

Computer equipment - funding was received towards the purchase of a new laptop. The balance represents the carrying value to be depreciated over future years.

John Harvey House - the project commenced during 2021 and related to the restoration and development of John Harvey House. Two grants were received during the year ended 31 May 2023 to help fund the costs of this project. One grant from Architectural Heritage Fund and one from Historic England. The restoration costs have been capitalised in fixed assets.

Endowment Funds:

The permanent endowments, were established by the gift and sale of 3 properties from Penwith District Council. The gift and sales were made to the charity on condition that they are held as permanent endowments, the income from which is freely available to fund the activities of the charity.

During the year ending 31 May 2015 the freehold property known as 'The Plantation Store' was transferred to the charity with the condition that it is held as a permanent endowment.

During the year ending 31 May 2016, the freehold property known as 'The Pattern Shop and the site of the former Cart Shed' was transferred to the charity with the condition that it is held as a permanent endowment.

During the year ending 31 May 2017, the freehold land and property known as 'Land and Buildings on the east side of Plantation Lane, Hayle' was gifted to the charity by Mr J Daniels.

19. EMPLOYEE BENEFIT OBLIGATIONS

During the year ended 31 May 2023 the pension costs were £2,140 (2022: £2,032).

At the year end the amount outstanding was £496 (2022: £398).

HARVEY'S FOUNDRY TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2023

20. CONTINGENT LIABILITIES

There are two overage agreements in place on certain heritage assets held by the charity.

On transfer of the Plantation Stores on 26 February 2015, the charity was subject to an overage agreement in favour of Cornwall Council. The Council have a right to be paid a proportion of the sale price in the event that the property is sold.

The overage agreement for Granary Barn (now known as Boring Mill) is dependent on certain work being carried out to install standard services for the connection to main utilities and to reinstate/repair various parts of the structure. The term of the agreement is 50 years from the transfer in 2023. In the event of a disposal within the overage period before completion of this work, an additional payment (50% of sale price) would be due to The Guinness Partnership Limited. If the specified work is completed, the overage agreement ends.

21. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 May 2023.

22. LEGAL STATUS OF THE CHARITY

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity.

HARVEY'S FOUNDRY TRUST

England & Wales - Charity number 1112920

Accounts

Company Registration number
04764003
Charity Registration number
1112920

Harvey's Foundry Trust

Accounts

31 May 2022

**Harvey's Foundry Trust
Report and accounts
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**Harvey's Foundry Trust
Trustees' Report
for the year ended 31 May 2022
Company Information**

The trustees present their report and accounts for the year ended 31 May 2022.

Reference and Administrative Information

Charity name

Harvey's Foundry Trust

Company Registered number

04764003

Charity Registered number

1112920

Trustees

B Capper - Chairman - nominated by Hayle Town Council

D J Pollard - elected

S M Runnalls Thomas - elected

B E M Bromley (resigned in the year)

N Harvey - elected

J Bennett - (deceased May 2022)

R H Lello - elected

K J T Rickard - elected

R Morton - elected

J Lloyd -company secretary elected

C Quick (resigned in the year)

Peter Channon - nominated by Cornwall Council in the year

Steve Benney - nominated by Hayle Town Council in November 2021

Sharon Johnson- elected (appointed July 2022)

Heritage & Business Manager

Laura Walton

Auditors

Crane & Johnston C&J Ltd

30/32 Trebarwith Crescent

Newquay

Cornwall

TR7 1DX

Bankers

Barclays Bank Plc

8 - 9 Market Jew Street

Penzance

Cornwall

TR18 2TW

Solicitors

GA Solicitors

25 Lockyer Street

Plymouth

Devon

PL1 2QW

Registered office

John Harvey House

24 Foundry Square

Hayle

Cornwall

TR27 4HH

**Harvey's Foundry Trust
Trustees' Report
for the year ended 31 May 2022**

Governing Document

The organisation is a charitable company limited by guarantee, incorporated on 14 May 2003 and registered as a charity on 3 February 2006. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £10.

Recruitment and Appointment of Management Committee

The directors of the company are also charity trustees for the purposes of charity law. Under the requirements of the Memorandum and Articles of Association, Directors elected by the Members of the Trust serve for a maximum of 3 years and are subject to retirement by rotation. Nominated Directors serve at the discretion of the nominating body.

Members, entitled to vote at General and Extraordinary Meetings, comprise:

- i) the subscribers to the memorandum
- ii) the appointing bodies
- iii) such other persons or organisations as are admitted to membership in accordance with the rules made under Article 61.

Directors may apply to be registered as Members and all have done so.

All Members will be circulated with invitations to nominate Trustees prior to the AGM advising them of the retiring Trustees and requesting nominations for the AGM.

New Trustees will be invited and encouraged to attend an induction and training session to familiarise themselves with the charity and the context within which it operates. These are jointly led by the Chair of the Board of Trustees and Heritage & Business Manager' of the charity. New trustees are provided with a pack containing information covering the following:

- The content of the memorandum and articles of association.
- Set of recent board papers and minutes and dates of next meetings
- Annual reports from the previous year
- Operating documents

**Harvey's Foundry Trust
Trustees' Report
for the year ended 31 May 2022**

Risk Management

The Board of Trustees has conducted a review of the major risks to which the charity is exposed. A risk register is being drawn up and will be updated at least annually. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with Health and Safety of staff, volunteers, and clients.

Organisational Structure

Trustees meet quarterly and are responsible for the strategic direction and policies of the charity. Currently there are 11 trustees.

Objectives and Activities

The charity's objects are:

to promote the preservation, protection, development, improvement and education for the benefit of the people of Hayle, the county of Cornwall and the nation, the natural, historical, architectural and constructional heritage, features, objects, collections and projects of historic and public interest, including buildings (as defined in section 336 of the Town and Country Planning Act 1990) of particular beauty or historical, architectural or constructional interest.

Our main activities in support of our charitable objectives for the year ending 31 May 2022 were:

General Trust activities

A new Estate and Facilities Officer was appointed on a permanent contract in June 2022. We had a number of units become available as the three year tenancies came up for renewal from February 2022 but by June 2022 we had full occupancy.

Hayle Heritage Centre

We took back the ground floor of John Harvey House and ran an exhibition called '24 Foundry Square' with associated outreach activities. The exhibition has been a great success and saw over 500 through the door. Unfortunately due to the structural issues at John Harvey House, we have been unable to open up the full centre, but we have been running outreach activities including guided tours and talks. Our volunteers have also been working behind the scenes on the collection. We updated and launched a new Millpond leaflet - creating a family friendly walk around the nature reserve with fun facts. We continued with the John Harvey House project, procuring a project team comprising of Thread Architects, Trevor Humphreys Project Manager, Richard Gowan as structural engineer with key Trust staff. Using a £33,000 grant from the Architectural Heritage Fund we have completed investigations into the structural issues - these have included drainage surveys, ground radar surveys, opening up of the building at key points and the digging of trial pits (All the work has been overseen by Cornwall Archaeological Unit). We are now in discussions with a range of funders to further develop the project and obtain capital grant fundings.

**Harvey's Foundry Trust
Trustees' Report
for the year ended 31 May 2022**

Financial review

The charity had an overall deficit of £14,077 for the year ending 31 May 2022. Of this, a deficit of £7,590 relates to restricted funds which mainly represents the depreciation of fixed assets. Unrestricted funds has a deficit of £6,487 during the year.

Reserves Policy

The Trustees have examined the charity's requirements for reserves in light of the main risks to the organisation. It has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be 6 months of the core costs plus loan repayment costs. The target is £91,000 in general funds. The reserves are needed to meet the working capital requirements of the charity and the trustees are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding.

Public Benefit

The Trust's core values (public benefits) are: Regeneration, Education and Conservation.

We fulfil those values through a variety of mechanisms:

- Using history as a basis for community cohesion and giving Hayle's residents a sense of place.
- Protecting and promoting Hayle's history, thus encouraging a cultural tourism.
- Working with all five local primary schools, Hayle Community School and the local colleges - offering field trips, learning packs and joint collaborative projects to enhance the curriculum.
- Rebuilding decrepit yet historically important buildings which in turn enhances a run down underused area, thus encouraging private individuals to do the same.
- Creating affordable yet high quality office and workspace to allow local small business to grow, thus increasing the opportunity for high quality jobs.
- Providing a wide range of volunteering opportunities with a fully supported training programme.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and projects.

**Harvey's Foundry Trust
Trustees' Report
for the year ended 31 May 2022**

Related Parties

Mr D J Pollard is a Hayle Town Councillor.

Mr Brian Capper is a Hayle Town Councillor.

Responsibilities of the Trustees

The Trustees (who are also the directors of Harveys Foundry Trust for the purposes of company law) are responsible for preparing the Trustees' 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 the affairs of the charitable company at the balance sheet date and of its incoming resources and application of resources, including the income and expenditure, for the financial year. In preparing these financial statements, the management committee is 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 assume that the charitable company will continue on that basis.

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 to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website.

Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the board of trustees on 2/11/22 and signed on their behalf by:



B Capper, Trustee

Harvey's Foundry Trust
Independent auditors' report
to the members of Harvey's Foundry Trust

Opinion

We have audited the financial statements of Harvey's Foundry Trust for the year ended 31 May 2022 which comprise the Statement of Financial Activities, the Balance Sheet and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 May 2022 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustee's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, including the Trustees' report, other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

In the 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 Directors' report included within the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 required us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the 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;

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement, set out on page 5, 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, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Harvey's Foundry Trust
Independent auditors' report
to the members of Harvey's Foundry Trust

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charitable company through discussions with Trustees and other management, and from our commercial knowledge and experience of the sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charitable company such as the Charities Act 2011, data protection, anti-bribery, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias;
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims;
- reviewing correspondence with relevant regulators and the charitable company's legal advisors.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the Trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

Harvey's Foundry Trust
Independent auditors' report
to the members of Harvey's Foundry Trust

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Trustees.
- Conclude on the appropriateness of the Trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the charitable company audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [\[www.frc.org.uk/auditorsresponsibilities\]](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with the Charities Act 2011. 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.



Neil Ainsley Hallam FCCA
(Senior Statutory Auditor)
For and on behalf of
Crane & Johnston C&J Ltd
Accountants and Statutory Auditors
30/32 Trebarwith Crescent
Newquay
Cornwall
TR7 1DX

Dated: 14/11/22

Harvey's Foundry Trust
Statement of financial activities (including income and expenditure account)
for the year ended 31 May 2022

	Notes	Unrestricted funds £	Restricted funds £	Endowment funds £	2022 £	2021 £
INCOMING RESOURCES						
Income						
Voluntary income						
Donations and grants		996	-	-	996	222
Activities for generating funds:						
Interest receivable		9	-	-	9	34
Shop income		1,394	-	-	1,394	922
Incoming resources from charitable activities:						
Grants receivable		984	-	-	984	12,198
Rental & service charge income		303,646	-	-	303,646	278,559
Other income		2,699	-	-	2,699	-
Total income		309,728	-	-	309,728	291,935
Expenditure						
Costs of raising funds						
Fundraising trading: cost of goods sold and other costs	6	851	-	-	851	2,948
Charitable activities	6	315,364	7,590	-	322,954	280,894
Impairment Loss	8	-	-	-	-	2,590,802
Total Expenditure		316,215	7,590	-	323,805	2,874,644
Net income/(expenditure) for the year		(6,487)	(7,590)	-	(14,077)	(2,582,709)
Transfers between funds	15	-	-	-	-	-
Net movement in funds		(6,487)	(7,590)	-	(14,077)	(2,582,709)
Reconciliation of Funds						
Total funds brought forward		195,521	1,204,002	1,357,525	2,757,048	5,339,757
Total funds carried forward		189,034	1,196,412	1,357,525	2,742,971	2,757,048

All gains and losses recognised in the year are included in the Statement of Financial Activities.

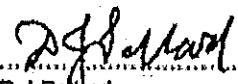
The statements of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

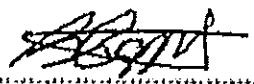
Harvey's Foundry Trust
Balance Sheet
as at 31 May 2022

	Notes	2022 £	2021 £
Fixed assets			
Tangible assets	7	707,711	15,212
Heritage assets	8	<u>2,376,778</u>	<u>3,032,979</u>
		3,084,489	3,048,191
Current assets			
Retall Stocks		3,872	4,227
Debtors	9	71,683	30,994
Cash at bank and in hand		<u>197,262</u>	<u>254,921</u>
		272,817	290,142
Creditors: amounts falling due within one year	10	(159,550)	(108,127)
Net current assets		<u>113,267</u>	<u>182,015</u>
Total assets less current liabilities		<u>3,197,756</u>	<u>3,230,206</u>
Creditors: amounts falling due after more than one year	11	(454,785)	(473,158)
Net assets		<u><u>2,742,971</u></u>	<u><u>2,757,048</u></u>
The funds of the charity:			
Income funds			
Unrestricted funds	14	189,034	195,521
Restricted funds	15	1,196,412	1,204,002
Endowment funds	16	1,357,525	1,357,525
Total charity funds		<u><u>2,742,971</u></u>	<u><u>2,757,048</u></u>

These financial statements have been prepared in accordance with special provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

The accounts were approved by the board of trustees on 2/11/22 and signed on their behalf by:


D J Pollard
Trustee


B Capper
Trustee

Harvey's Foundry Trust
Notes to the Accounts
for the year ended 31 May 2022

1 Accounting policies

Basis of preparation

The accounts of the charitable company, which is a public benefit entity under FRS 102, have been prepared under the historical cost convention in accordance with the Financial Reporting Standard Applicable in the UK (FRS 102), the 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 (FRS 102) (Charities SORP), the Charities Act 2011 and the Companies Act 2006.

Harveys Foundry 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 policy note.

Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the directors have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required. No restatements were required.

Preparation of the accounts on a going concern basis

The Trust considers that the charity is a going concern.

Income

Donations, legacies and other forms of voluntary income are recognised as incoming resources when receivable, except insofar as they are incapable of financial measurement.

Grants, including grants for the purchase of fixed assets, are recognised in full in the Statement of Financial Activities in the year in which they are receivable.

When donors specify that donations and grants given to the charity must be used in future accounting period, the income is deferred until those periods.

Incoming resources from charitable activity are accounted for when earned.

Investment income is included when receivable.

Expenditure

Resources expended are included in the Statement of Financial Activities on an accruals basis. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's Archive Centre.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the Statement of Financial Activity on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Individual fixed assets costing £250 or more are capitalised at cost.

Office equipment/Fixtures & Fittings	25%/20% straight line
--------------------------------------	-----------------------

Heritage assets are capitalised at cost or market value at the date of transfer. Any heritage assets are held by the charity for a historical purpose and to advance the preservation and conservation objectives of the charity.

Stocks

Stock is valued at the lower of cost and net realisable value.

Harvey's Foundry Trust
Notes to the Accounts
for the year ended 31 May 2022

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount, offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

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 to settle the obligation 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 charitable company only has financial assets and financial liabilities of a kind that qualify as basic instruments. Basic financial instruments are initially recognised at a transaction value and subsequently measured at their settlement value.

Pensions

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Accumulated funds

Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charity without further specified purpose and are available as general funds.

The endowment fund represents those assets which must be held permanently by the charity, principally the freehold properties. Income arising from the endowment fund can be used in accordance with the objects of the charity and is included as unrestricted income.

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

2 Operating surplus / deficit	2022	2021
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	<u>8,413</u>	<u>11,020</u>

3 Taxation

The charitable company is exempt from corporation tax on its charitable activities.

4 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the period

None of the trustees (or any persons connected with them) was paid expenses during the period.

Harvey's Foundry Trust
Notes to the Accounts
for the year ended 31 May 2022

5 Analysis of staff costs	2022	2021
	£	£
Wages and salaries	115,918	78,695
Social security costs	6,802	2,280
Pension costs	2,032	1,562
Staff training & welfare	3,742	6,924
	<u>128,495</u>	<u>89,461</u>

There were no employees whose emoluments were £60,000 or more (prior year nil).

	2022	2021
	Number	Number
Average number of full time employees during the period	<u>4</u>	<u>3</u>

The key management personnel of the Charitable Company is the Heritage and Business Manager and her employee benefits for the year were £ £40,610 (2021 £5,788).

6 Resources expended	2022	2021
	£	£
Costs of generating funds		
Costs of goods sold and other costs	<u>851</u>	<u>2,948</u>
Charitable Activities		
Direct costs		
Staff costs	128,495	89,461
Premises	110,487	104,328
Bad debts	1,185	1,634
Other legal & professional	<u>25,740</u>	<u>18,096</u>
	<u>265,907</u>	<u>213,519</u>
Support costs		
Communications	12,300	9,747
Premises	17,457	14,487
Depreciation	8,413	11,020
Interest payable - bank loans & overdrafts	13,935	13,010
General office	<u>(785)</u>	<u>3,996</u>
	<u>51,320</u>	<u>52,260</u>
Governance costs		
Audit fees	5,280	5,220
Bank charges	324	251
Consultancy fees	<u>124</u>	<u>9,645</u>
	<u>5,728</u>	<u>15,116</u>
Total Expenditure	<u>323,805</u>	<u>283,842</u>

Harvey's Foundry Trust
Notes to the Accounts
for the year ended 31 May 2022

7 Tangible fixed assets

	Office equipment £	Land & Buildings £	Total £
Cost			
At 1 June 2021	88,828	-	88,828
Additions	912	-	912
Reclassification from Heritage Assets - Dowren House	-	700,000	700,000
At 31 May 2022	<u>89,740</u>	<u>700,000</u>	<u>789,740</u>
Depreciation			
At 1 June 2021	73,616	-	73,616
Charge for the year	8,413	-	8,413
At 31 May 2022	<u>82,029</u>	<u>-</u>	<u>82,029</u>
Net book value			
At 31 May 2022	<u>7,711</u>	<u>700,000</u>	<u>707,711</u>
At 31 May 2021	<u>15,212</u>	<u>-</u>	<u>15,212</u>

8 Heritage assets

	2022 £	2021 £
At 1 June 2021	3,032,979	5,623,471
Additions during the year	43,799	310
Impairment loss during the year	-	(2,590,802)
Reclassification to Land & Buildings - Dowren House	(700,000)	-
At 31 May 2022	<u>2,376,778</u>	<u>3,032,979</u>

On 30 May 2007 the freehold property 'Foundry Farm' was gifted to Harvey's Foundry Trust from Penwith District Council. The independent market value at the date of the gift was £500,000 and legal costs were £2,354.

On 23 March 2009, the freehold properties known as John Harvey House and Dowren House was purchased from Penwith District Council for £2. The independent market value at the date of the gift was £750,000.

On 26 February 2015 the freehold property 'Plantation Store' was gifted to Harvey's Foundry Trust from Cornwall County Council. The independent market value at the date of the gift was £35,000 and legal costs were £2,504. At 31 May 2015 there was an overage agreement in favour of Cornwall Council.

On 21 December 2015 the freehold property 'Pattern shop/Cart shed' was transferred to Harvey's Foundry Trust from Sennybridge (Hayle) Ltd. The independent market value at the date of the transfer was £40,000

During 2016 and 2017, Artefacts totalling £32,979 were acquired by the charity and are included within Heritage assets.

On 2 February 2017 the freehold property 'land & buildings on the east side of Plantation Lane, Hayle' were gifted to Harvey's Foundry Trust from Mr John Daniels. The land and buildings were gifted at a value of £1.

In 2020, phase 3 of the restoration and refurbishment of the Harvey's Foundry site was completed. The total project cost exceeded £4,200,000 and will conserve the buildings known as the Plantation Store, Pattern Shop and the site of the former Cart Shed. This project was mainly funded by the Heritage Lottery Fund.

In 2021, the Heritage assets (excluding Artefacts £32,979) were valued on a market value basis by 3rd party independent valuers, Miller Commercial Valuers Ltd, at £3,000,000. The charity has recognised an impairment loss this year of £2,590,802 to reduce the carrying amount of the Heritage assets to its recoverable amount. This impairment loss has been recognised as expenditure in the Statement Of Financial Activities in accordance with the Charity SORP.

Harvey's Foundry Trust
Notes to the Accounts
for the year ended 31 May 2022

9 Debtors	2022	2021
	£	£
Trade debtors	26,393	21,309
Other debtors	45,290	9,685
	<u>71,683</u>	<u>30,994</u>

10 Creditors: amounts falling due within one year	2022	2021
	£	£
Other loans	18,239	18,444
Trade creditors	18,507	10,499
Other taxes and social security costs	6,021	4,773
Other creditors	116,783	74,411
	<u>159,550</u>	<u>108,127</u>

11 Creditors: amounts falling due after one year	2022	2021
	£	£
Bank loans	<u>454,785</u>	<u>473,158</u>

12 Loans	2022	2021
	£	£
Creditors include:		
Amounts falling due for payment after more than five years	<u>381,895</u>	<u>399,382</u>
Secured bank loans	<u>473,008</u>	<u>491,602</u>

The CAF Bank loan is secured by a fixed legal charge over the freehold land and properties:

John Harvey House, 24 Foundry Square, Hayle, TR27 4HH
Dowren House, 5 Foundry Lane, Hayle, TR27 4HP
Foundry Farm, Foundry Lane, Hayle

The annual interest rate is the Bank Of England Base Rate plus 2.5% and the loan period is 25 years. The capital repayments commenced during February 2018 and the contractual end date of the loan is 19 June 2041.

13 Pension costs

During the year ended 31 May 2022 the pension costs were £2,032 (2021 £1,560).

At the year end the amount outstanding was £398.

14 Unrestricted Funds	2022	2021
	£	£
At 1 June	195,521	175,045
Surplus/(Deficit) for the year	(6,487)	20,476
At 31 May	<u>189,034</u>	<u>195,521</u>

Harvey's Foundry Trust
Notes to the Accounts
for the year ended 31 May 2022

15 Restricted funds

	Balance at 1 June	Incoming resources	Expenditure	Transfers	Balance at 31 May
	£	£	£	£	£
Phase 3	1,203,352	-	7,240	-	1,196,112
Millpond Leaflet	250	-	250	-	-
Computer Equipment	400	-	100	-	300
	<u>1,204,002</u>	<u>-</u>	<u>7,590</u>	<u>-</u>	<u>1,196,412</u>

Phase 3 - the project commenced during 2015 and relates to the restoration of the Harvey's Foundry site which was completed in 2020.

Millpond Leaflet - funding was received from Hayle Town Council towards this leaflet last year and was spent this year.

Computer Equipment - funding was received towards the purchase of a new laptop. The balance represents the carrying value to be depreciated over future years.

16 Endowment funds

	Balance at 1 June	Additions	Balance at 31 May
	£	£	£
Foundry Farm	500,000	-	500,000
John Harvey House & Dowren House	750,000	-	750,000
Plantation Store	35,000	-	35,000
Pattern shop and site of former Cart Shed	40,000	-	40,000
Artefacts	32,524	-	32,524
Land & buildings on the east side of Plantation Lane, Hayle	1	-	1
Total	<u>1,357,525</u>	<u>-</u>	<u>1,357,525</u>

The permanent endowments, were established by the gift and sale of 3 properties from Penwith District Council. The gift and sales were made to the charity on condition that they are held as permanent endowments, the income from which is freely available to fund the activities of the charity.

During the year ending 31 May 2015 the freehold property known as 'The Plantation Store' was transferred to the charity with the condition that it is held as a permanent endowment.

During the year ending 31 May 2016 the freehold property known as 'The Pattern shop and the site of the former Cart Shed' was transferred to the charity with the condition that it is held as a permanent endowment.

During the year ending 31 May 2017 the freehold land and property known as 'land and buildings on the east side of Plantation Lane, Hayle' was gifted to the charity by Mr J Daniels.

Harvey's Foundry Trust
Notes to the Accounts
for the year ended 31 May 2022

17 Analysis of net assets between funds	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds £
Fixed assets	2,246	5,465	-	7,711
Land/buildings & Heritage assets	12,348	1,706,905	1,357,525	3,076,778
Current assets	282,148	(9,332)	-	272,817
Liabilities	(107,708)	(506,626)	-	(614,335)
Net assets at 31 May	<u>189,034</u>	<u>1,196,412</u>	<u>1,357,525</u>	<u>2,742,971</u>

18 Legal status of the charity

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity.

The registered office of the charitable company is John Harvey House, 24 Foundry Square, Hayle, Cornwall, TR27 4HH.

19 Related party transactions

There were no financial transactions with related parties during the year ending 31 May 2022.

HARVEY'S FOUNDRY TRUST

England & Wales - Charity number 1112920

Accounts

Company Registration number

04764003

Charity Registration number

1112920

Harvey's Foundry Trust

Accounts

31 May 2021

Harvey's Foundry Trust
Report and accounts
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**Harvey's Foundry Trust
Trustees' Report
for the year ended 31 May 2021
Company Information**

The trustees present their report and accounts for the year ended 31 May 2021.

Reference and Administrative Information

Charity name

Harvey's Foundry Trust

Company Registered number

04764003

Charity Registered number

1112920

Trustees

B Capper - Chairman - nominated by Hayle Town Council
D J Pollard - elected
S M Runnalls Thomas - elected
B E M Bromley - elected
N Harvey - elected
J Bennett - Treasurer and Company Secretary - elected
R H Lello - elected
K J T Rickard - elected
R Morton - elected
J Lloyd - elected
C Quick - elected

Heritage & Business Manager

Laura Walton

Auditors

Nell Ainsley Hallam FCCA
Crane & Johnston C&J Ltd
11 Alverton Terrace
Penzance
Cornwall
TR18 4JH

Bankers

Barclays Bank Plc
8 - 9 Market Jew Street
Penzance
Cornwall
TR18 2TW

Solicitors

GA Solicitors
25 Lockyer Street
Plymouth
Devon
PL1 2QW

Registered office

John Harvey House
24 Foundry Square
Hayle
Cornwall
TR27 4HH

**Harvey's Foundry Trust
Trustees' Report
for the year ended 31 May 2021**

Governing Document

The organisation is a charitable company limited by guarantee, incorporated on 14 May 2003 and registered as a charity on 3 February 2006. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £10.

Recruitment and Appointment of Management Committee

The directors of the company are also charity trustees for the purposes of charity law. Under the requirements of the Memorandum and Articles of Association, Directors elected by the Members of the Trust serve for a maximum of 3 years and are subject to retirement by rotation. Nominated Directors serve at the discretion of the nominating body.

Members, entitled to vote at General and Extraordinary Meetings, comprise:

- i) the subscribers to the memorandum
- ii) the appointing bodies
- iii) such other persons or organisations as are admitted to membership in accordance with the rules made under Article 61.

Directors may apply to be registered as Members and all have done so.

All Members will be circulated with invitations to nominate Trustees prior to the AGM advising them of the retiring Trustees and requesting nominations for the AGM.

New Trustees will be invited and encouraged to attend an induction and training session to familiarise themselves with the charity and the context within which it operates. These are jointly led by the Chair of the Board of Trustees and Heritage & Business Manager of the charity. New trustees are provided with a pack containing information covering the following:

- The content of the memorandum and articles of association.
- Set of recent board papers and minutes and dates of next meetings
- Annual reports from the previous year
- Operating documents

**Harvey's Foundry Trust
Trustees' Report
for the year ended 31 May 2021**

Risk Management

The Board of Trustees has conducted a review of the major risks to which the charity is exposed. A risk register is being drawn up and will be updated at least annually. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with Health and Safety of staff, volunteers, and clients.

Organisational Structure

Trustees meet quarterly and are responsible for the strategic direction and policies of the charity. Currently there are 11 trustees.

Objectives and Activities

The charity's objects are:

to promote the preservation, protection, development, improvement and education for the benefit of the people of Hayle, the county of Cornwall and the nation, the natural, historical, architectural and constructional heritage, features, objects, collections and projects of historic and public interest, including buildings (as defined in section 336 of the Town and Country Planning Act 1990) of particular beauty or historical, architectural or constructional interest.

Our main activities in support of our charitable objectives for the year ending 31 May 2021 were:

General Trust activities

A new Heritage and Business Manager was appointed on a permanent contract in March 2021. In Spring 2021 we had a number of units becoming available after undertaking a marketing campaign by the end of Summer 2021 we are at full occupancy.

Hayle Heritage Centre

The Heritage Centre has been closed for the 2020/2021 season due to Covid-19 but has continued to engage with the community via social media.

We ran a successful online exhibition called Hayle in 20 objects, each week a new object was put onto our social media accounts and other historic and community interest groups. We used a diverse range of artefacts to explore the history of the town. This online exhibition proved very successful and attracted many new followers to our social media.

We have started to develop a project to expand the heritage centre and undertake structural work to John Harvey House, we have applied to the Architectural Heritage Fund for a grant to pay for consultants to work with the Trust to develop the project. We are hoping that this grant will pay for Architects, Project manager and an engineer. The next step in the project is to undertake detailed opening up works throughout the building to assess its structural condition. We have applied for Listed Building Consent to do this work which has been approved.

**Harvey's Foundry Trust
Trustees' Report
for the year ended 31 May 2021**

Financial review

The charity had an overall deficit of £2,582,709 for the year ending 31 May 2021. Of this, a deficit of £2,603,185 relates to restricted funds which mainly represents the depreciation and impairment loss of fixed assets and restricted projects to be carried forward. Unrestricted funds have created a surplus of £20,476 during the year and this will be carried forward to the following financial year.

Reserves Policy

The Trustees have examined the charity's requirements for reserves in light of the main risks to the organisation. It has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be 6 months of the core costs plus loan repayment costs. The target is £91,000 in general funds. The reserves are needed to meet the working capital requirements of the charity and the trustees are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding.

Public Benefit

The Trust's core values (public benefits) are: Regeneration, Education and Conservation.

We fulfil those values through a variety of mechanisms:

- Using history as a basis for community cohesion and giving Hayle's residents a sense of place.
- Protecting and promoting Hayle's history, thus encouraging a cultural tourism.
- Working with all five local primary schools, Hayle Community School and the local colleges - offering field trips, learning packs and joint collaborative projects to enhance the curriculum.
- Rebuilding decrepit yet historically important buildings which in turn enhances a run down underused area, thus encouraging private individuals to do the same.
- Creating affordable yet high quality office and workspace to allow local small business to grow, thus increasing the opportunity for high quality jobs.
- Providing a wide range of volunteering opportunities with a fully supported training programme.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and projects.

**Harvey's Foundry Trust
Trustees' Report
for the year ended 31 May 2021**

Related Parties

Mr D J Pollard is a Cornwall Councillor.

Mr Brian Capper is a Hayle Town Councillor.

Responsibilities of the Trustees

The Trustees (who are also the directors of Harveys Foundry Trust for the purposes of company law) are responsible for preparing the Trustees' 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 the affairs of the charitable company at the balance sheet date and of its incoming resources and application of resources, including the income and expenditure, for the financial year. In preparing these financial statements, the management committee is required to:

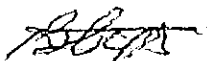
- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charitable company will continue on that basis.

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 to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website.

Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the board of trustees on 3 November 2021 and signed on their behalf by:



.....
B Capper, Trustee

Harvey's Foundry Trust
Independent auditors' report
to the members of Harvey's Foundry Trust

Opinion

We have audited the financial statements of Harvey's Foundry Trust for the year ended 31 May 2021 which comprise the Statement of Financial Activities, the Balance Sheet and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 May 2021 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Harvey's Foundry Trust
Independent auditors' report
to the members of Harvey's Foundry Trust

Opinion

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 required us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us;
- the financial statements are not in agreement with the accounting records and returns;
- we have not obtained all the information and explanations necessary for the purposes of our audit;
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report and take advantage of the small companies exemption from the requirement to prepare a strategic report.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement, set out on page 6, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the Charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

The trustees have elected for the financial statements to be audited in accordance with the Charities Act 2011 rather than the Companies Act 2006. Accordingly, we have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [\[www.frc.org.uk/auditorsresponsibilities\]](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

Harvey's Foundry Trust
independent auditors' report
to the members of Harvey's Foundry Trust

Opinion

Use of our report

This report is made solely to the Charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and the regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the Charity's trustees 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 Charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Neil Ainsley Hallam FCCA
(Senior Statutory Auditor)
For and on behalf of
Crane & Johnston C&J Ltd
Accountants and Statutory Auditors
11 Alverton Terrace
Penzance
Cornwall
TR18 4JH

Dated: 15th December 2021

Harvey's Foundry Trust
Statement of financial activities (including income and expenditure account)
for the year ended 31 May 2021

	Notes	Unrestricted funds £	Restricted funds £	Endowment funds £	2021 £	2020 £
INCOMING RESOURCES						
Income						
Voluntary Income						
Donations and grants		222	-	-	222	1,580
Activities for generating funds:						
Interest receivable		34	-	-	34	127
Shop Income		922	-	-	922	2,145
Incoming resources from charitable activities:						
Grants receivable		-	12,198	-	12,198	81,095
Rental income		175,143	-	-	175,143	164,063
Service charge income		103,416	-	-	103,416	99,606
Other Income		-	-	-	-	-
Total Income		279,737	12,198	-	291,935	348,616
Expenditure						
Costs of raising funds						
Fundraising trading: cost of goods sold and other costs	6	448	2,500	-	2,948	1,476
Charitable activities	6	258,813	22,081	-	280,894	286,311
Impairment Loss	8	-	2,590,802	-	2,590,802	-
Total Expenditure		259,261	2,615,383	-	2,874,644	287,787
Net income/(expenditure) for the year		20,476	(2,603,185)	-	(2,582,709)	60,829
Transfers between funds	15	-	-	-	-	-
Net movement in funds		20,476	(2,603,185)	-	(2,582,709)	60,829
Reconciliation of Funds						
Total funds brought forward		175,045	3,807,187	1,357,525	5,339,757	5,278,928
Total funds carried forward		195,521	1,204,002	1,357,525	2,757,048	5,339,757

All gains and losses recognised in the year are included in the Statement of Financial Activities.

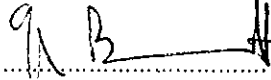
The statements of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

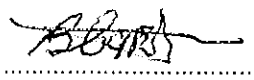
Harvey's Foundry Trust
Balance Sheet
as at 31 May 2021

	Notes	2021 £	2020 £
Fixed assets			
Tangible assets	7	15,212	23,703
Heritage assets	8	<u>3,032,979</u>	<u>5,623,471</u>
		3,048,191	5,647,174
Current assets			
Retail Stocks		4,227	2,817
Debtors	9	30,994	30,588
Cash at bank and in hand		<u>254,921</u>	<u>250,990</u>
		290,142	284,395
Creditors: amounts falling due within one year	10	(108,127)	(100,011)
Net current assets		<u>182,015</u>	<u>184,384</u>
Total assets less current liabilities		<u>3,230,206</u>	<u>5,831,558</u>
Creditors: amounts falling due after more than one year	11	(473,158)	(491,801)
Net assets		<u><u>2,757,048</u></u>	<u><u>5,339,757</u></u>
The funds of the charity:			
Income funds			
Unrestricted funds	14	195,521	175,045
Restricted funds	15	1,204,002	3,807,187
Endowment funds	16	1,357,525	1,357,525
Total charity funds		<u><u>2,757,048</u></u>	<u><u>5,339,757</u></u>

These financial statements have been prepared in accordance with special provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

The accounts were approved by the board of trustees on 3 November 2021 and signed on their behalf by:


 J Bennett
 Trustee


 B Capper
 Trustee

Harvey's Foundry Trust
Notes to the Accounts
for the year ended 31 May 2021

1 Accounting policies

Basis of preparation

The accounts of the charitable company, which is a public benefit entity under FRS 102, have been prepared under the historical cost convention in accordance with the Financial Reporting Standard Applicable in the UK (FRS 102), the 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 (FRS 102) (Charities SORP), the Charities Act 2011 and the Companies Act 2006.

Harveys Foundry 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 policy note.

Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the directors have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required. No restatements were required.

Preparation of the accounts on a going concern basis

The Trust considers that the charity is a going concern.

Income

Donations, legacies and other forms of voluntary income are recognised as incoming resources when receivable, except insofar as they are incapable of financial measurement.

Grants, including grants for the purchase of fixed assets, are recognised in full in the Statement of Financial Activities in the year in which they are receivable.

When donors specify that donations and grants given to the charity must be used in future accounting period, the income is deferred until those periods.

Incoming resources from charitable activity are accounted for when earned.

Investment income is included when receivable.

Expenditure

Resources expended are included in the Statement of Financial Activities on an accruals basis. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's Archive Centre.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the Statement of Financial Activity on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Individual fixed assets costing £250 or more are capitalised at cost.

Office equipment/Fixtures & Fittings 25%/20% straight line

Heritage assets are capitalised at cost or market value at the date of transfer. Any heritage assets are held by the charity for a historical purpose and to advance the preservation and conservation objectives of the charity.

Stocks

Stock is valued at the lower of cost and net realisable value.

Harvey's Foundry Trust
Notes to the Accounts
for the year ended 31 May 2021

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount, offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

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 to settle the obligation 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 charitable company only has financial assets and financial liabilities of a kind that qualify as basic instruments. Basic financial instruments are initially recognised at a transaction value and subsequently measured at their settlement value.

Pensions

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Accumulated funds

Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charity without further specified purpose and are available as general funds.

The endowment fund represents those assets which must be held permanently by the charity, principally the freehold properties. Income arising from the endowment fund can be used in accordance with the objects of the charity and is included as unrestricted income.

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

2 Operating surplus / deficit

	2021	2020
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	11,020	10,751

3 Taxation

The charitable company is exempt from corporation tax on its charitable activities.

4 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the period.

None of the trustees (or any persons connected with them) was paid expenses during the period.

Harvey's Foundry Trust
Notes to the Accounts
for the year ended 31 May 2021

5 Analysis of staff costs	2021	2020
	£	£
Wages and salaries	78,895	92,859
Social security costs	2,280	5,741
Pension costs	1,562	2,061
Staff training & welfare	6,924	2,727
Travel & subsistence	-	741
	<u>89,461</u>	<u>104,129</u>

There were no employees whose emoluments were £60,000 or more (prior year nil).

	2021	2020
	Number	Number
Average number of full time employees during the period	<u>3</u>	<u>3</u>

The key management personnel of the Charitable Company is the Heritage and Business Manager and her employee benefits for the year were £5,788.

6 Resources expended	2021	2020
	£	£
Costs of generating funds		
Costs of goods sold and other costs	<u>2,948</u>	<u>1,476</u>
Charitable Activities		
Direct costs		
Staff costs	89,461	104,129
Premises	104,328	94,222
Bad debts	1,634	320
Other legal & professional	<u>18,096</u>	<u>12,154</u>
	<u>213,519</u>	<u>210,825</u>
Support costs		
Communications	9,747	12,710
Premises	14,487	26,533
Depreciation	11,020	10,751
Interest payable - bank loans & overdrafts	13,010	16,014
General office	<u>3,998</u>	<u>4,216</u>
	<u>52,260</u>	<u>70,223</u>
Governance costs		
Audit fees	6,220	4,920
Bank charges	251	343
Consultancy fees	<u>9,646</u>	<u>-</u>
	<u>15,116</u>	<u>5,263</u>
Total Expenditure	<u>283,842</u>	<u>287,787</u>

Harvey's Foundry Trust
Notes to the Accounts
for the year ended 31 May 2021

7 Tangible fixed assets

	Office equipment £	Total £
Cost		
At 1 June 2020	86,299	86,299
Additions	<u>2,529</u>	<u>2,529</u>
At 31 May 2021	<u>88,828</u>	<u>88,828</u>
Depreciation		
At 1 June 2020	62,596	62,596
Charge for the year	<u>11,020</u>	<u>11,020</u>
At 31 May 2021	<u>73,616</u>	<u>73,616</u>
Net book value		
At 31 May 2021	<u>15,212</u>	<u>15,212</u>
At 31 May 2020	<u>23,703</u>	<u>23,703</u>

8 Heritage assets

	2021 £	2020 £
At 1 June 2020	5,623,471	5,561,031
Additions during the year	310	62,440
Impairment loss during the year	<u>(2,590,802)</u>	-
At 31 May 2021	<u>3,032,979</u>	<u>5,623,471</u>

On 30 May 2007 the freehold property 'Foundry Farm' was gifted to Harvey's Foundry Trust from Penwith District Council. The independent market value at the date of the gift was £500,000 and legal costs were £2,354.

On 23 March 2009, the freehold properties known as John Harvey House and Dowren House was purchased from Penwith District Council for £2. The independent market value at the date of the gift was £750,000.

On 26 February 2015 the freehold property 'Plantation Store' was gifted to Harvey's Foundry Trust from Cornwall County Council. The independent market value at the date of the gift was £35,000 and legal costs were £2,504. At 31 May 2015 there was an overage agreement in favour of Cornwall Council.

On 21 December 2015 the freehold property 'Pattern shop/Cart shed' was transferred to Harvey's Foundry Trust from Sennybridge (Hayle) Ltd. The independent market value at the date of the transfer was £40,000.

During 2016 and 2017, Artefacts totalling £32,979 were acquired by the charity and are included within Heritage assets.

On 2 February 2017 the freehold property 'land & buildings on the east side of Plantation Lane, Hayle were gifted to Harvey's Foundry Trust from Mr John Daniels. The land and buildings were gifted at a value of £1.

In 2020, phase 3 of the restoration and refurbishment of the Harvey's Foundry site was completed. The total project cost exceeded £4,200,000 and will conserve the buildings known as the Plantation Store, Pattern Shop and the site of the former Cart Shed. This project was mainly funded by the Heritage Lottery Fund.

In 2021, the Heritage assets (excluding Artefacts £32,979) were valued on a market value basis by 3rd party independent valuers, Miller Commercial Valuers Ltd, at £3,000,000. The charity has recognised an impairment loss this year of £2,590,802 to reduce the carrying amount of the Heritage assets to its recoverable amount. This impairment loss has been recognised as expenditure in the Statement Of Financial Activities in accordance with the

Harvey's Foundry Trust
Notes to the Accounts
for the year ended 31 May 2021

9 Debtors	2021 £	2020 £
Trade debtors	21,309	12,087
Other debtors	8,685	18,521
	<u>30,994</u>	<u>30,588</u>

10 Creditors: amounts falling due within one year	2021 £	2020 £
Other loans	18,444	12,174
Trade creditors	10,499	23,293
Other taxes and social security costs	4,773	589
Other creditors	74,411	83,955
	<u>108,127</u>	<u>100,011</u>

11 Creditors: amounts falling due after one year	2021 £	2020 £
Bank loans	<u>473,158</u>	<u>491,801</u>

12 Loans	2021 £	2020 £
Creditors include:		
Amounts falling due for payment after more than five years	<u>399,382</u>	<u>414,043</u>
Secured bank loans	<u>481,602</u>	<u>503,974</u>

The CAF Bank loan is secured by a fixed legal charge over the freehold land and properties:

John Harvey House, 24 Foundry Square, Hayle, TR27 4HH
Dowren House, 5 Foundry Lane, Hayle, TR27 4HP
Foundry Farm, Foundry Lane, Hayle

The annual interest rate is the Bank Of England Base Rate plus 2.5% and the loan period is 25 years. The capital repayments commenced during February 2018 and the contractual end date of the loan is 19 June 2041.

13 Pension costs

During the year ended 31 May 2021 the pension costs were £1,560 (2020 £2,061).

At the year end the amount outstanding was £319.

14 Unrestricted Funds	2021 £	2020 £
At 1 June	175,045	168,140
Surplus/(Deficit) for the year	20,476	8,905
At 31 May	<u>195,521</u>	<u>175,045</u>

Harvey's Foundry Trust
Notes to the Accounts
for the year ended 31 May 2021

15 Restricted funds	Balance at 1 June £	Incoming resources £	Expenditure £	Transfers £	Balance at 31 May £
Phase 3	3,804,238	-	2,800,884	-	1,203,352
CHURKS	2,600	-	2,500	-	-
Prehistoric Education Project	451	-	451	-	-
Millpond Leaflet	-	250	-	-	250
Creative Kemow	-	2,448	2,448	-	-
Computer Equipment	-	500	100	-	400
National Heritage	-	9,000	9,000	-	-
	<u>3,807,187</u>	<u>12,198</u>	<u>2,815,383</u>	<u>-</u>	<u>1,204,002</u>

Phase 3 - the project commenced during 2015 and relates to the restoration of the Harvey's Foundry site which was completed in 2020.

CHURKS - restricted funding to enable the printing of a new third edition of our Hayle oral history book 'Churks, Clidgy and Doodle-Dashers: Hayle Tales and Trails'. The third edition has been edited and updated, and features three new chapters including two by Heritage Centre Staff.

Prehistoric Education Project - funding was received from the Cornwall Heritage Trust to enable a 'Teacher's Kit' to be purchased.

Millpond Leaflet - funding was received from Hayle Town Council towards this leaflet.

Creative Kemow - funding was received towards training an employee.

Computer Equipment - funding was received towards the purchase of a new laptop.

National Heritage - funding was received towards the salary costs of an employee during the COVID pandemic.

16 Endowment funds	Balance at 1 June £	Additions £	Balance at 31 May £
Foundry Farm	500,000	-	500,000
John Harvey House & Downen House	750,000	-	750,000
Plantation Store	35,000	-	35,000
Pattern shop and site of former Cart Shed	40,000	-	40,000
Artefacts	32,524	-	32,524
Land & buildings on the east side of Plantation Lane, Hayle	1	-	1
Total	<u>1,357,525</u>	<u>-</u>	<u>1,357,525</u>

The permanent endowments, were established by the gift and sale of 3 properties from Penwith District Council. The gift and sales were made to the charity on condition that they are held as permanent endowments, the income from which is freely available to fund the activities of the charity.

During the year ending 31 May 2015 the freehold property known as 'The Plantation Store' was transferred to the charity with the condition that it is held as a permanent endowment.

During the year ending 31 May 2016 the freehold property known as 'The Pattern shop and the site of the former Cart Shed' was transferred to the charity with the condition that it is held as a permanent endowment.

During the year ending 31 May 2017 the freehold land and property known as 'land and buildings on the east side of Plantation Lane, Hayle' was gifted to the charity by Mr J Daniels.

Harvey's Foundry Trust
Notes to the Accounts
for the year ended 31 May 2021

17 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Endowment funds	Total funds
	£	£	£	£
Fixed assets	2,408	12,804	-	15,212
Heritage assets	12,349	1,663,104	1,357,525	3,032,979
Current assets	261,818	28,324	-	290,142
Liabilities	(81,054)	(500,230)	-	(581,285)
Net assets at 31 May	195,521	1,204,002	1,357,525	2,757,048

18 Legal status of the charity

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity.

The registered office of the charitable company is John Harvey House, 24 Foundry Square, Hayle, Cornwall, TR27 4HH.

19 Related party transactions

There were no financial transactions with related parties during the year ending 31 May 2021.