

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
Neil 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:

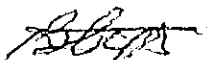
- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards have been followed, subject to any material departures 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. 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.

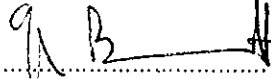
The statements of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.


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 £80,000 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	2,529	2,529
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	11,020	11,020
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	(2,590,802)	-
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>

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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.

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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	<u>195,521</u>	<u>1,204,002</u>	<u>1,357,525</u>	<u>2,757,048</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 2021.