

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

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

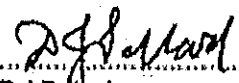
The statements of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

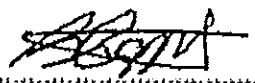
**Harvey's Foundry Trust**  
**Balance Sheet**  
**as at 31 May 2022**

	Notes	2022 £	2021 £
<b>Fixed assets</b>			
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
<b>Current assets</b>			
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
<b>Creditors: amounts falling due within one year</b>	10	(159,550)	(108,127)
<b>Net current assets</b>		<u>113,267</u>	<u>182,015</u>
<b>Total assets less current liabilities</b>		<u>3,197,756</u>	<u>3,230,206</u>
<b>Creditors: amounts falling due after more than one year</b>	11	(454,785)	(473,158)
<b>Net assets</b>		<u><u>2,742,971</u></u>	<u><u>2,757,048</u></u>
<b>The funds of the charity:</b>			
<b>Income funds</b>			
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
<b>Total charity funds</b>		<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.

<b>2 Operating surplus / deficit</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
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**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
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).

	<b>2022</b>	<b>2021</b>
	<b>Number</b>	<b>Number</b>
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**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b>Costs of generating funds</b>		
Costs of goods sold and other costs	<u>851</u>	<u>2,948</u>
<b>Charitable Activities</b>		
<b>Direct costs</b>		
Staff costs	128,495	89,461
Premises	110,487	104,328
Bad debts	1,185	1,634
Other legal & professional	25,740	18,096
	<u>265,907</u>	<u>213,519</u>
<b>Support costs</b>		
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	(785)	3,996
	<u>51,320</u>	<u>52,260</u>
<b>Governance costs</b>		
Audit fees	5,280	5,220
Bank charges	324	251
Consultancy fees	124	9,645
	<u>5,728</u>	<u>15,116</u>
<b>Total Expenditure</b>	<u>323,805</u>	<u>283,842</u>



**Harvey's Foundry Trust**  
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**7 Tangible fixed assets**

	Office equipment £	Land & Buildings £	Total £
<b>Cost</b>			
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>
<b>Depreciation</b>			
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>
<b>Net book value</b>			
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 Harveys 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**  
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<b>9 Debtors</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Trade debtors	26,393	21,309
Other debtors	45,290	9,685
	<u>71,683</u>	<u>30,994</u>

<b>10 Creditors: amounts falling due within one year</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
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>

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

<b>12 Loans</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
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.

<b>14 Unrestricted Funds</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
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**  
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**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
<b>Total</b>	<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**

<b>17 Analysis of net assets between funds</b>	<b>Unrestricted funds</b>	<b>Restricted funds</b>	<b>Endowment funds</b>	<b>Total funds</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
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)
<b>Net assets at 31 May</b>	<b>189,034</b>	<b>1,196,412</b>	<b>1,357,525</b>	<b>2,742,971</b>

**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.