

Charity Registration No. 1175124

Company Registration No. 10763532

PILGRIM HERITAGE SAILING FOUNDATION
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2020

PILGRIM HERITAGE SAILING FOUNDATION

Legal and Administrative Information

Trustees	Mr R C Crumpton Mrs L M Davison Mr J A Neech Mr D J Range Mr K Ward Mr B Graeme-Cook (appointed 31 st March 2020, resigned 15 th October 2020)
Secretary	Mr R C Crumpton
Charity No.	1175124
Company No.	10763532
Principal Address	Brixham Laboratory Freshwater Quay Brixham Devon TQ5 8BA
Registered Office	Brixham Laboratory Freshwater Quay Brixham Devon TQ5 8BA
Independent Examiner	MJP Accountants LLP Unit 109 Torbay Business Centre Lymington Road Torquay TQ1 4BD

PILGRIM HERITAGE SAILING FOUNDATION

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PILGRIM HERITAGE SAILING FOUNDATION

Trustees' Report (including Directors' Report) For the year ended 31st December 2020

The Trustees present their report and accounts for the year ended 31st December 2020.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's Memorandum and Articles of Association dated 20th December 2017, 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)" (as amended for accounting periods commencing from 1 January 2016).

Objectives and Activities

The Charity's objects are:

For the public benefit:

1. to advance education through the preservation, operation, maintenance and protection of the sailing trawler Pilgrim of Brixham, registered mark BM45, which is of historic and maritime importance and;
2. to safeguard the associated boatbuilding, sailing and fishing heritage, working practices and their social context for the information, education and enjoyment of residents and visitors in the port of Brixham, the public in general and,
3. in particular, but not exclusively, by sailing the vessel in a traditional manner to other fishing and seafaring communities whenever possible.

Main activities during the year:

The charity's activities in the year were severely disrupted owing to the Covid 19 pandemic.

In February 2020, the vessel was sailed to Polruan in Cornwall to be lifted ashore to enable refit and conservation work to be undertaken. This also facilitated the five year out-of-water inspection of the vessel required by the Maritime and Coastguard Agency. The work was undertaken by our professional skipper, our volunteer maintenance team and by shipwrights from the yard. Pilgrim returned to its Brixham base in March with all work satisfactorily completed.

Shortly after returning, the vessel was laid up and the skipper furloughed in view of the pandemic. All activities were suspended other than essential supervision and safety related maintenance tasks.

In July, it became possible to undertake some limited maintenance and crew training activities with a view to facilitating a resumption of day sailing activity in August. Covid restrictions prevented use of the onboard guest accommodation and residential sailings were not possible. A short season of day sailings took place in August and September.

PILGRIM HERITAGE SAILING FOUNDATION

Trustees' Report (including Directors' Report) For the year ended 31st December 2020

At the beginning of November, Pilgrim was moved to Dartmouth for the winter and to enable significant internal improvements to be undertaken. These enhance our guest facilities and improve our ability to operate within ongoing Covid restrictions and best practice.

Activities for the public benefit undertaken during the year:

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

Volunteer Recruitment – the Pilgrim Heritage Sailing Foundation operates entirely with unpaid volunteer effort other than the employed professional vessel skipper and a seasonally contracted mate/cook. The Foundation has maintained a pool of more than 70 volunteers to ensure its activities are sustainable. Notwithstanding the constraints imposed by the pandemic, our volunteers have continued to enable the administration and operation of the Charity and the crewing and conservation of the vessel.

Preservation and Maintenance - the focus has been to secure sufficient skilled local volunteers to preserve and maintain the vessel in a sea-going state for the public benefit. Pilgrim is the oldest surviving sailing trawler built and rigged in the port of Brixham and the Trustees believe the historical and social context is best illustrated by operating the vessel in the way that was prevalent when she was launched in 1895. Although the 2020 season was significantly curtailed we still managed to maintain and operate the vessel during the period.

Public Engagement and Education – the pandemic has meant that our public engagement and education programmes have necessarily been put on hold.

Sailing in the Traditional Manner – Pilgrim's home port of Brixham was renowned as 'the mother of trawling' during the middle and late Victorian period and sailing trawlers from the port ventured far and wide. An essential part of our mission is to ensure that members of the public in coastal communities in the south west of England and the northwest of France have the opportunity to witness Pilgrim in full sail and also view her close up in their harbours. Regrettably in 2020 that activity has been limited to day sailings in Torbay and along the South Devon coast.

The Trustees anticipate a staged resumption of activities for public benefit through 2021 and are hopeful of our full resumption in 2022. In the meantime, the priority is to safeguard the heritage asset and ensure the solvency of the Charity.

PILGRIM HERITAGE SAILING FOUNDATION

Trustees' Report (including Directors' Report) For the year ended 31st December 2020

Achievements and Performance

1. The year has been extremely challenging for the Trustees and Members of the Charity. We would normally generate sailing income for seven months of the year to help fund our conservation and other public benefit activities. We managed some limited public sailings over a six week period in late summer. These were achieved by developing innovative ways to sail the vessel safely and in Covid Secure manner. Notwithstanding these efforts, the outcome was that our primary funding source was severely compromised.
2. We were successful in applying for discretionary grant support from the Heritage Emergency Fund, the Culture Recovery Fund and from Torbay Council. The charity also benefited from participation in the Government's Coronavirus Job Retention Scheme. At the beginning of the pandemic the Trustees took immediate action to reduce operating overheads. The result is that the operating loss has been minimised and we have avoided depletion of our reserves.
3. Despite the situation we have managed to maintain, protect and conserve our heritage asset and with the help of the Culture Recovery Fund we have undertaken adaptations to the vessel to improve our operating resilience for the future.
4. Concluding the year with the Charity and our heritage asset intact is a remarkable achievement. Credit for that goes to our Trustees, members and professional skipper who have worked tirelessly to keep things going in extremely difficult circumstances. We are also indebted to the National Lottery Heritage Fund for their administration of the primary grant schemes and their support in adversity.
5. The Charity continued its close collaboration with National Historic Ships and we were able to host a trainee from their ShipShape programme at times during the year. Our planned involvement in the Dartmouth Mayflower 400 celebrations did not come to fruition although we have committed to undertaking legacy adventure sailing activities for young people over the next three years.

PILGRIM HERITAGE SAILING FOUNDATION

Trustees' Report (including Directors' Report) For the year ended 31st December 2020

Financial review

In the year to 31st December 2020 the charity's expenditure exceeded its income by £5,618. This reflects the difficult operating environment owing to the pandemic and continuing investment in the preservation and maintenance of the vessel. The outcome would have been significantly worse if the Charity had not secured emergency grant support. The deficit was financed from working capital and the charity's reserves were untouched during the year. They enable the Charity to face continued disruption with a level of confidence. (See note 2).

Structure, Governance and Administration

Pilgrim Heritage Sailing Foundation (the 'Foundation') is a private company limited by guarantee with no share capital incorporated in England and Wales (No. 10763532) in May 2017. It is registered as a charity (No. 1175124) with the Charity Commission for England and Wales. It is governed in accordance with the Memorandum and Articles of Association. Under the provisions of Section 60 of the Companies Act 2006, the company is entitled to omit limited from its name.

As set out in the Articles of Association, Trustees are appointed by the members of the charity in general meeting or by the other Trustees. Where the Trustees make an appointment, any newly appointed Trustee must resign and be re-elected by the members at the next general meeting. In addition, one third of the Trustees must retire by rotation at the annual general meeting, those being the longest serving. Trustee vacancies are advertised both to members and the general public and applicants are required to be 16 years of age and over, not disqualified from holding office under Article 39 of the charity's Articles of Association and must be members of the charity at the time of their appointment and during their period of office. Applicant Trustees receive pre-appointment briefings, guidance and interviews and on appointment undergo an induction process.

The Board of Trustees meet at least six times a year and additional management meetings take place as required. The Trustees are not remunerated nor are any personal expenses paid. The Foundation only has one employee who is the professional skipper of the heritage sailing vessel Pilgrim of Brixham which is owned and operated by the charity. All of the management and administration of the charity is undertaken by Trustees and volunteers.

Challenges for the Future

The Trustees recognise the priorities for the future are as follows:

1. To maintain our operational capability and solvency until such time as activities can fully resume.
2. To broaden the diversity of the volunteer base
3. To recruit and train volunteer sailing crew to meet operating and compliance requirements
4. To ensure all necessary steps are taken to preserve and protect the vessel in the long term to continue traditional sailing which will ensure continued public benefit for generations to come.

PILGRIM HERITAGE SAILING FOUNDATION

Independent Examiners Report

To the Trustees of the Pilgrim Heritage Sailing Foundation

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31st December 2020.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

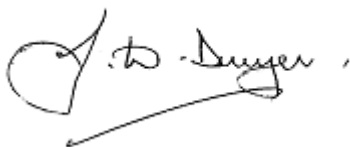
Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act').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

Independent examiner's statement

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:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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 accounts to be reached.



Signed:

John Dwyer B.Com. FCA

Date: 21 September 2021

Fellow of the Institute of Chartered Accounts in England and Wales

MJP Accountants LLP.

Unit 109, Torbay Business Centre, Lymington Road, Torquay, Devon, TQ1 4BD

PILGRIM HERITAGE SAILING FOUNDATION

**STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
For the year ended 31st December 2020**

	Notes	Unrestricted Funds £	Restricted Funds £	TOTAL 2020 £	TOTAL 2019 £
<u>Income and endowments from:</u>	2				
Donations and Legacies		49,844	-	49,844	6,617
Charitable Activities		13,050	-	13,050	70,544
Other trading activities		1,787	-	1,787	1,741
Investments		256	-	256	312
Other income		1,338	-	1,338	671
Total Income		66,275	-	66,275	79,885
<u>Expenditure on:</u>	3				
Raising funds		-	-	-	-
Charitable activities		70,862	-	70,862	91,636
Cost of goods sold		1,031	-	1,031	347
Other expenditure		-	-	-	-
Total resources expended		71,893	-	71,893	91,983
Net income/(expenditure) for the year		-5,618	-	-5,618	(12,098)
Net movement in funds		-5,618	-	-5,618	(12,098)
Total funds brought forward		177,170		177,170	189,268
Total funds carried forward		171,552	-	171,552	177,170

The Statement of Financial Activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The Statement of Financial Activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

PILGRIM HERITAGE SAILING FOUNDATION

BALANCE SHEET

As at 31st December 2020

	Notes	2020 £	2020 £	2019 £	2019 £
<u>Fixed Assets</u>					
Heritage assets	4		115,973		115,973
Total Fixed Assets			<u>115,973</u>		<u>115,973</u>
<u>Current Assets</u>					
Stocks		854		316	
Debtors and Prepayments	7	14,795		5,106	
Cash at bank and in hand		113,041		74,153	
		<u>128,690</u>		<u>79,575</u>	
<u>Creditors: amounts falling due within one year</u>	8	(73,111)		(18,378)	
Net Current Assets (liabilities)			55,579		61,197
<u>Total Assets less Current Liabilities</u>			<u>171,552</u>		<u>177,170</u>
Creditors: amounts falling due after more than one year			-		-
Net Assets			<u>171,552</u>		<u>177,170</u>
Capital and Reserves					
General Reserves			140,552		146,170
Designated Reserves			31,000		31,000
Share Capital	10		-		-
			<u>171,552</u>		<u>177,170</u>

PILGRIM HERITAGE SAILING FOUNDATION

BALANCE SHEET

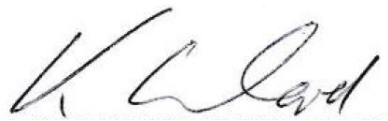
As at 31st December 2020

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 December 2020. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these accounts.

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

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

The accounts were approved by the Trustees on Monday 13th September 2021



.....
K Ward

Trustee

Company Registration No. 10763532

PILGRIM HERITAGE SAILING FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31st December 2020

1. Accounting policies

Pilgrim Heritage Sailing Foundation (the 'Foundation') was registered as a company and as charity in 2017

1.1 Accounting convention

These accounts have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"), "Accounting and Reporting by Charities" the Statement of Recommended Practice for charities applying FRS102, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is necessary to show a true and fair view. The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows. The accounts are prepared in sterling, which is the functional currency of the charity. The accounts have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes. Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are normally set out in the notes to the accounts.

1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received. Income from donations and grants, is included in incoming resources when these are receivable. 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. Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales related taxes. Interest receivable is included in investment income when it is receivable by the charitable company.

PILGRIM HERITAGE SAILING FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31st December 2020

1.5 Resources expended

Resources expended are recognised in the Statement of Financial Activities on an accruals basis as the liability is incurred.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses. Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

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

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of any 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).

1.8 Stocks

Stocks are valued at the lower of cost and net realisable value. Where stocks are donated and the net realisable value cannot be readily ascertained they are not valued.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and bank overdrafts. Bank overdrafts, if any, are shown within borrowings in current liabilities.

1.10 Financial instruments

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

1.11 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease.

1.12 Heritage assets

Heritage assets consist of the 125 year old historic wooden sailing trawler Pilgrim of Brixham included in fixed assets and stated at deemed cost based on the carrying cost in the previous owners.

Access to the vessel is unrestricted for those electing to volunteer or sail on the vessel. Access for others is facilitated through public and private open days, which number at least ten each year, and through an education programme.

PILGRIM HERITAGE SAILING FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31st December 2020

2. Income

- The income for 2020 was entirely unrestricted funds.
- There were no gains on disposals of fixed assets or from programme related investments.
- There were no royalties from the exploitation of intellectual property rights.
- There was no income in foreign currencies that was material.
- Grants comprise - National Lottery Heritage Emergency Fund £19,800; DCMS Culture Recovery Fund £8,500; Coronavirus Job Retention Scheme £10759; Torbay Council Small Business Discretionary Grant £5000. All grant conditions relating to the period have been fulfilled.

	2020	2019
	£	£
Donations & Legacies		
Donations, gifts and membership subscriptions	5,008	5,913
Gift Aid	777	704
Legacies	-	-
General grants provided by government/other charities	44,059	-
Donated goods, facilities and services	-	-
Other	-	-
Total	49,844	6,617
Charitable Activities		
Sailing income	13,050	70,544
Other	1338	671
Total	14,388	71,215
Other Trading Activity		
Merchandise	1,787	1741
Other	-	-
Total	1,787	1,741
Investments		
Interest income	256	312
Dividend income	-	-
Rental and leasing income	-	-
Other	-	-
Total	256	312
TOTAL INCOME	66,275	79,885

PILGRIM HERITAGE SAILING FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31st December 2020

3. Expenditure

- The expenditure for the year was entirely from unrestricted funds
- There was no expenditure in foreign currencies that was material
- There was no expenditure on fundraising. All expenditure was related to the delivery of charitable activities

		2020	2019
Charitable Activities	Notes	£	£
Sailing vessel operating and maintenance		23,323	35,246
Staff	6	33,461	41,146
Cost of goods sold		1,031	347
Office		4,845	7,056
Professional		9,233	8,188
TOTAL EXPENDITURE		71,893	91,843

4. Fixed Assets

4.1 Tangible and Intangible Assets

Other than the Heritage Assets, the charity did not have any Tangible or Intangible Assets during the year with a value in excess of the £1000 capitalisation threshold which the Trustees have adopted and which were to be utilised beyond the current year.

4.2 Heritage Assets

At 31st December 2020

£115,973

The heritage assets are the 1895 historic wooden sailing trawler Pilgrim of Brixham and her associated fixtures and fittings. Pilgrim is a registered member of the UK National Historic Fleet and is judged to be of pre-eminent regional and national significance in the type of vessel, the sailing trawler, which changed the nature of deep-sea fishing in the nineteenth century. Pilgrim was fully restored between 2009 and 2013 with the support of grants from the National Heritage Memorial Fund. The fund has a charge over the vessel until 2038.

The Trustees are of the view that no impairment charge is required given:

- a. the completion of a full restoration to the satisfaction of the National Heritage Memorial Fund in 2013;

PILGRIM HERITAGE SAILING FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31st December 2020

- b. the subsequent extensive preservation and maintenance undertaken by the Pilgrim Preservation Project Ltd (see note 4) between 2013 and 2020;
- c. the continuing preservation and maintenance work undertaken by the charity in 2020; and
- d. the successfully interim inspection undertaken in March 2020 by surveyors for the continuation of the vessel's UK Maritime and Coastguard Agency Small Commercial Sailing Vessel category 2 coding.

5. Employees

The number of paid employees during the year ended 31st December 2020 whose total employee benefits (excluding employer pension costs fell between £10,000 and £60,000 was as follows:

£10,000 to £20,000	0
£20,000 to £30,000	1
£30,000 to £40,000	0
£40,000 to £50,000	0
£50,000 to £60,000	0

No paid employees received total employee benefits in excess of £60,000. The average number of paid employees during the year was 1. There is no prior year comparative.

6. Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year. There is no prior year comparative.

7. Debtors and Prepayments

	2020	2019
	£	£
Trade debtors	8,744	865
Prepayments and accrued income	5,866	4,241
Other debtors	185	173
TOTAL	14,795	5,106

PILGRIM HERITAGE SAILING FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31st December 2020

8. Creditors and accruals

	2020	2019
	£	£
Trade creditors	609	484
Accruals and deferred income	73,544	18,463
Taxation and social security	(1042)	(569)
TOTAL	73,111	18,378

Deferred income represents amounts paid in one period where the service to be provided is in a subsequent period and where there is an obligation to refund amounts paid if the service is not delivered. This applies to amounts received for sailing in a period prior to the sailing taking place.

9. Related Party Transactions

There have been no related party transactions in the year.

10. Share Capital

The Company was incorporated as a company limited by guarantee and does not have a share capital.