

PADDLE STEAMER KINGSWEAR CASTLE TRUST LIMITED

ANNUAL REPORT AND STATEMENT OF ACCOUNTS

FOR THE YEAR ENDED 31 OCTOBER 2023

COMPANY REGISTERED NUMBER: 00755216

CHARITY REGISTERED NUMBER: 299931

PADDLE STEAMER KINGSWEAR CASTLE TRUST LIMITED

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Trustees and Advisors
For the Year ended 31 October 2023

Trustees

J H Megoran (Chairman)
G F Hundy (died 27 December 2022)
R J Martin
J R McKee
R W Clammer
T W Corthorn
A W Gill

Registered Office

26 High Street, Barry, South Glamorgan, CF62 7EB

Independent Examiner

P R Walker FCCA, 26 High Street, Barry, South Glamorgan, CF62 7EB

Bankers

CAF Bank Ltd, 25 Kings Hill Avenue, Kings Hill, West Malling, Kent, ME19 4JQ
COIF Charities Deposit Fund, 85 Queen Victoria Street, London, EX4V 4ET
Cambridge & Counties Bank Ltd, 5B New Walk, Leicester. LE1 6TE
Monmouthshire Building Society, John Frost Square, Newport, NP20 1PX
Redwood Bank Ltd, Broadway, Letchworth Garden City, Hertfordshire, SG6 3TA
Virgin Money (Clydesdale Bank Ltd), 30 St Vincent Place, Glasgow, G1 2HL

Trustees Report
For the Year ended 31 October 2023

The Trustees present their report and accounts for the year ended 31 October 2023 in compliance with current statutory requirements, the Company's Memorandum and Articles of Association and Accounting and Reporting by Charities : Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable to the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Reference and administrative details

The principal activity of Paddle Steamer Kingswear Castle Trust Limited (PSKCT) continues to be the preservation and restoration of Paddle Steamer Kingswear Castle and to enable a wide range of the general public to gain experience of sailing on a paddle steamer; and to maintain artifacts and documents related to the ship and other paddle steamers.

Structure, governance and management

Governing document

Paddle Steamer Kingswear Castle Trust Limited was incorporated on 27 March 1963, number 00755216. The charity is governed by its Memorandum and Articles of Association which were last revised on 3 August 2018.

The Company was granted charitable status from 17 August 1988 and is registered with the Charity Commission, number 299931.

Trustees

The Trustees (who are all Directors of the Company for the purposes of Company law) who have served during the year under review were:

J H Megoran (Chairman)
G F Hundy (died 27 December 2022)
R J Martin
J R McKee
R W Clammer
T W Corthorn
A W Gill

The Trustees are subject to election or re-election according to procedures set out in the Company's Memorandum and Articles of Association which is its governing document.

Trustees Report
For the Year ended 31 October 2023 (Continued)

Organisation

The Company operates through a Board of Directors which also acts as Trustees for the charitable activities of the Company. The Trustees determine the general policy of the Company.

The Board meets regularly as circumstances require. It is pleased to recognise the assistance of many individuals who bring their expertise and enthusiasm to support the project.

Related parties

The company is a subsidiary of The Paddle Steamer Preservation Society (PSPS) which holds the majority (55) of its issued shares. There are 11 partly paid shares held by others - J H Megoran - 3 shares; G F Hundy - 3 shares; J M Gold - 3 shares and R J Martin - 2 shares.

Risk Management

The Trustees examine the major risks that the Company faces when preparing and updating their plans. The Company has developed systems to monitor and control these risks to manage any impact that they may have on the Company in the future.

Objectives and activities

The Company continues with its prime objective of preserving and operating, in sailing condition, the historic vessel PS Kingswear Castle.

PS Kingswear Castle is chartered to Dart Pleasure Craft Limited (DPC) who operate the ship on her original home waters of the river Dart. The trustees of PSKCT continue to be very pleased with the care and attention with which the ship is being operated. A major overhaul is underway prior to the ship's centenary in 2024.

Our progress and success in meeting our objectives is reported in more detail under 'Achievements and performance'.

In setting our objectives and planning our activities the Trustees have given careful consideration to the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education.

Trustees Report
For the Year ended 31 October 2023 (Continued)

Achievements and performance

The first and most substantial part of Kingswear Castle's major rebuild was completed by July 2023. This was financed by surpluses from trading during the Medway years, donations, including a grant from the PSPS, and by donations in kind from the charterer. After a heel test to check the ship's stability and extensive trials with the MCA, the ship returned to service on 25 July 2023 running on the River Dart six days a week until towards the end of September. Planning and fund raising for the second phase of the rebuild continues. This proposed work will include renewing the strake of the hull steelwork just below the deck from the engine room to the bow and renewing the decks forward of the engine room to the bow. The Trust remains very pleased with the way that the charterer maintains and operates Kingswear Castle on our behalf and is very grateful for their substantial donations in kind towards the rebuild.

Financial review

The company's year end has been changed to 31 October in order to bring it into line with that of the Paddle Steamer Preservation Society, its majority shareholder. This comparatives shown are for the 18 months from 1 May 2021 to 31 October 2022.

The result for the year was a surplus of £19,144.

The Trustees are mindful of the need for PSKCT to maintain sufficient reserves to see the Trust through any unforeseen issues, particularly the need for unplanned mechanical work. It had been hoped that the restricted funds of PSKCT, which originated from specific funds for Kingswear Castle from the PSPS in the year ending 30th April 2014, would be sufficient for any maintenance issues which may fall outside the scope of the charter agreement with DPC and for the planned major rebuild. However detailed costings of the rebuild suggest that this is not the case and so PSKCT launched a fund-raising campaign in June 2021 to source additional donations. A new website has been constructed. This has promoted fund raising and enabled donations to be taken through the website as well as by other means.

Trustees Report
For the Year ended 31 October 2023 (Continued)

Trustees responsibilities in relation to the financial statements

The Trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the Charitable Company and of the surplus or deficit of the company for that period. In preparing these financial statements, the Trustees are required to:

Select suitable accounting policies and then apply them consistently;
observe the methods and principles in the Charities SORP 2015 (FRS102);
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;
and prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charitable Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Charitable Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees, individually, are aware:

There is no relevant information of which the Charitable Company's examiner is unaware; and

the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant information and to establish that the examiner is aware of that information.

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

Date: 2 March 2024

By order of the Board


J H Megoran
Director

26 High Street, Barry, South Glamorgan, CF62 7EB

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF PADDLE STEAMER KINGSWEAR CASTLE TRUST LIMITED for the year ended 31 October 2023.

I report on the accounts of the Charity for the year ended 31 October 2023, which are set out on pages 7 to 12.

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to :

- examine the accounts under section 145 of the 2011 Act;
- follow the procedures laid down in the general directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

BASIS OF INDEPENDENT EXAMINER'S REPORT

My examination was carried out in accordance with the general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

INDEPENDENT EXAMINER'S STATEMENT

In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 130 of the 2011 Act; and
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

P R Walker FCCA
26 High Street
Barry
South Glamorgan
CF62 7EB

Dated:

15/4/24



Statement of Financial Activities
For the year ended 31 October 2023

	<u>Notes</u>	<u>Unrestricted</u> <u>Funds</u> <u>£</u>	<u>Restricted</u> <u>Funds</u> <u>£</u>	<u>Total Funds</u> <u>2023</u> <u>£</u>	<u>18 months to</u> <u>31.10.2022</u>
Incoming Resources					
Incoming Resources from generated funds					
Donations and Legacies	2	1,100	26,491	27,591	76,397
Income from Charitable activities	3	12,794	-	12,794	22,066
Investment income	4	-	7,073	7,073	4,556
Total Incoming Resources		13,894	33,564	47,458	103,019
Resources Expended					
Costs of generating funds	5	315	-	315	2,605
Charitable activities	6	5,730	21,199	26,929	14,999
Governance costs	7	1,070	-	1,070	2,647
Total resources expended		7,115	21,199	28,314	20,251
Net Income for the Year	13	6,779	12,365	19,144	82,768
Reconciliation of funds					
Funds brought forward	13	164,756	381,235	545,991	463,223
Total funds carried forward	13	171,535	393,600	565,135	545,991

Balance Sheet
At 31 October 2023

		<u>31 October</u> <u>2023</u> £	<u>31 October</u> <u>2022</u>
	<u>Notes</u>		
Fixed Assets			
Tangible Assets	10	<u>954,962</u>	<u>818,148</u>
Current Assets			
Debtors	11	17,474	30,520
Cash at Bank and in hand		<u>146,169</u>	<u>502,320</u>
		163,643	532,840
Less:			
Creditors: Amounts due within one year	12	(121,748)	(373,275)
Net Current assets		<u>41,895</u>	<u>159,565</u>
Net Assets		<u>996,857</u>	<u>977,713</u>
The Funds of the Charity			
Share Capital	13	57	57
Unrestricted Income Funds	13	171,535	164,756
Restricted Income Funds	13	393,600	381,235
Other reserve	13	431,665	431,665
Total Charity Funds	13	<u>996,857</u>	<u>977,713</u>

The trustees are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Act.

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

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

The financial statements on pages 7 to 12 were approved by the Board of Trustees and authorised for issue on 2 March 2024 and were signed on its behalf by:

Chairman -



J M Megoran

Company registered number: 00755216

Notes to the Financial Statements
For the year ended 30 April 2023

1 Principal Accounting Policies

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) – Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of accounting

The financial statements are prepared on the historical cost basis of accounting, modified to include the revaluation of PS Kingswear Castle (note 10).

Tangible fixed assets

Tangible fixed assets are stated at cost or valuation.

The trustees are of the opinion that the current market value of the vessel is at least that capitalised.

The vessel is undergoing a major refit and the costs to 31 October 2023 are disclosed in Note 10. The refit costs are being depreciated over 25 years - 4% straight line.

The machinery and equipment from PS Compton Castle are disclosed at their purchase price in 2015. These items are not being used and are not subject to wear and tear, consequently no depreciation has been provided.

Incoming resources

Donations are credited on the statement of financial activities in the year in which they are received. Charter income is accrued for the year to which it relates. Income relating to restricted funds is separately disclosed.

No amounts are included in the financial statements for services donated by volunteers.

Income from legacies is recognised at the earlier of the date on which either: the charity is aware that probate has been granted, the estate finalised and notification received by the charity that a distribution will be made or has been received. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity notified of the executor's intention to make a distribution.

Resources expended

Resources expended are recognised when a liability is incurred.

Cost of generating funds are those costs incurred in attracting voluntary income.

Charitable activities includes resources expended associated with the maintenance of PS Kingswear Castle, equipment and any support costs associated with those activities.

Governance costs include those incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements.

Fund accounting

Unrestricted funds are defined as grants, sponsorship and other income received or generated for the objectives of the Charity without further specified purpose and which are available as general funds.

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure, which meets these criteria, will be identified to the fund.

Notes to the Financial Statements
For the year ended 31 October 2023 (Continued)

2 Donations and Legacies

	<u>Unrestricted Funds</u>	<u>Restricted Funds</u>	<u>Total Funds 2023</u>	<u>18 months to 31.10.2022</u>
	<u>£</u>	<u>£</u>	<u>£</u>	
Donations	-	17,088	17,088	55,357
Donations - Paypal	-	2,249	2,249	11,491
Gift Aid	-	2,654	2,654	7,119
PSPS Wessex & Dart branch donation	-	4,500	4,500	-
PSPS Grant	1,100	-	1,100	2,430
Legacy income	-	-	-	-
	<u>1,100</u>	<u>26,491</u>	<u>27,591</u>	<u>76,397</u>

3 Income from charitable activities

	<u>Unrestricted Funds</u>	<u>Restricted Funds</u>	<u>Total Funds 2023</u>	<u>18 months to 31.10.2022</u>
Charter Fee	12,794	-	12,794	21,971
Miscellaneous sales	-	-	-	95
	<u>12,794</u>	<u>-</u>	<u>12,794</u>	<u>22,066</u>

4 Investment income

	<u>Unrestricted Funds</u>	<u>Restricted Funds</u>	<u>Total Funds 2023</u>	<u>18 months to 31.10.2022</u>
Interest received - HM Treasury	-	1,958	1,958	2,561
Interest received - Other	-	5,115	5,115	1,995
	<u>-</u>	<u>7,073</u>	<u>7,073</u>	<u>4,556</u>

5 Cost of generating funds

	<u>Unrestricted Funds</u>	<u>Restricted Funds</u>	<u>Total Funds 2023</u>	<u>18 months to 31.10.2022</u>
Printing	-	-	-	2,605
Post office box	315	-	315	-
	<u>315</u>	<u>-</u>	<u>315</u>	<u>2,605</u>

6 Charitable Activities

	<u>Unrestricted Funds</u>	<u>Restricted Funds</u>	<u>Total Funds 2023</u>	<u>18 months to 31.10.2022</u>
	<u>£</u>	<u>£</u>	<u>£</u>	
Depreciation - Refit	-	21,199	21,199	-
Travel expenses	-	-	-	-
Premises - Chatham	1,810	-	1,810	3,602
Consultancy	3,800	-	3,800	11,000
Website	-	-	-	158
Zoom costs	120	-	120	239
	<u>5,730</u>	<u>21,199</u>	<u>26,929</u>	<u>14,999</u>

7 Governance costs

	<u>Unrestricted Funds</u>	<u>Restricted Funds</u>	<u>Total Funds 2023</u>	<u>18 months to 31.10.2022</u>
	<u>£</u>	<u>£</u>	<u>£</u>	
Accountancy	600	-	600	2,285
Bank charges	74	-	74	163
Paypal charges	38	-	38	186
Insurance	270	-	270	-
Maritime Trust	75	-	75	-
Filing fee	13	-	13	13
	<u>1,070</u>	<u>-</u>	<u>1,070</u>	<u>2,647</u>

Notes to the Financial Statements
For the year ended 31 October 2023 (Continued)

8 Taxation

The Company is a registered charity and is exempt from taxation under S505 Taxes Act 1988. The Company is registered for Value Added Tax.

9 Trustees and employees

The charity is run by seven volunteers, who are the trustees, and has no members of staff. One trustee is engaged as a consultant (Note 13). Reasonable and necessary out of pocket expenses are reimbursed where considered appropriate. Expenses reimbursed in the period were £Nil (2022 - £Nil).

10 Tangible Fixed Assets

	<u>PS Kingswear Castle</u> £	<u>PS Kingswear Castle - Refit</u> £	<u>Other Machinery</u> £	<u>Total</u> £
<u>Cost and Valuation</u>				
At 1 November 2022	435,000	371,972	11,176	818,148
Additions	-	158,013	-	158,013
Revaluation	-	-	-	-
At 31 October 2023	<u>435,000</u>	<u>529,985</u>	<u>11,176</u>	<u>976,161</u>
<u>Depreciation</u>				
At 1 November 2022	-	-	-	-
Depreciation	-	21,199	-	21,199
At 31 October 2023	<u>-</u>	<u>21,199</u>	<u>-</u>	<u>21,199</u>
<u>Net book value at 31 October 2023</u>	<u>435,000</u>	<u>508,786</u>	<u>11,176</u>	<u>954,962</u>
<u>Net book value at 1 November 2022</u>	<u>435,000</u>	<u>371,972</u>	<u>11,176</u>	<u>818,148</u>

PS Kingswear Castle was valued at £435,000 in 2008.

Other machinery represents the engine and associated equipment from PS Compton Castle (sister ship of Kingswear Castle) purchased in 2015.

11 Debtors

	<u>Unrestricted Funds</u> £	<u>Restricted Funds</u> £	<u>Total Funds 31 October 2023</u> £	<u>31 October 2022</u> £
Other Debtors	13,423	-	13,423	29,090
PSPS	870	2,851	3,721	1,100
Taxation - VAT	330	-	330	330
	<u>14,623</u>	<u>2,851</u>	<u>17,474</u>	<u>30,520</u>

Notes to the Financial Statements
For the year ended 31 October 2023 (Continued)

12 Creditors - amounts due within one year

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total Funds</u>	
	<u>Funds</u>	<u>Funds</u>	<u>31 October</u>	<u>31 October</u>
	<u>£</u>	<u>£</u>	<u>2023</u>	<u>2022</u>
			<u>£</u>	<u>£</u>
Trade creditors	-	-	-	-
Provision for refit costs		120,998	120,998	371,972
Other creditors and accruals	750	-	750	1,303
	<u>750</u>	<u>120,998</u>	<u>121,748</u>	<u>373,275</u>

13 Funds of the Charity

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total</u>	<u>Other</u>	<u>Share</u>	<u>Charity</u>
	<u>Funds</u>	<u>Funds</u>	<u>Funds</u>	<u>reserves</u>	<u>Capital</u>	<u>Funds</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
At 1 May 2021	160,511	302,712	463,223	431,665	57	894,945
Surplus for the period ended 31 October 2022	4,245	78,523	82,768	-	-	82,768
At 31 October 2022	164,756	381,235	545,991	431,665	57	977,713
Surplus for the year ended 31 October 2023	6,779	12,365	19,144	-	-	19,144
At 31 October 2023	<u>171,535</u>	<u>393,600</u>	<u>565,135</u>	<u>431,665</u>	<u>57</u>	<u>996,857</u>

Until 30 April 2021 restricted funds related solely to funds transferred from the Paddle Steamer Preservation Society (PSPS) in 2014. They had been ringfenced in the PSPS for maintenance work on PS Kingswear Castle and then transferred to PSKCT. Donations received in respect of the '2023 Rebuild' have been included. Depreciation of the major refit work on Kingswear Castle are debited to restricted funds. Interest received on associated investments are treated as restricted.

Other reserves relate to the revaluation of PS Kingwear Castle in 2008.

Share Capital represents 55 £1 shares are issued fully paid; and 11 £1 shares issued 25p part paid.

14 Related Party Transactions

One trustee received consultancy fees of £3,800 in the year ended 31 October 2023 (£11,000 - 18 months ended 30 October 2022). This relates to services beyond the duties of a trustee, in connection with technical and regulatory issues and liaison with Kingswear Castle's charterers. The fees are approved in accordance with paragraph 9 of the company's Articles of Association.

15 Lease Commitment

The Trust rents a building from the Chatham Historic Dockyard Trust on an annual basis. There is no formal lease.

16 Control

The majority shareholder of the Trust is the Paddle Steamer Preservation Society (PSPS) (Charity number 2167853) which holds 55 shares of the 66 issued (83%).