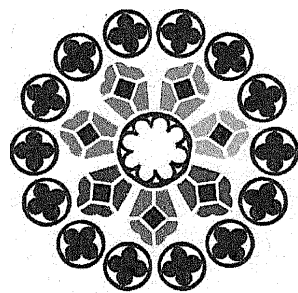


Financial statements

For the year ended 31 December 2022

**for the Cathedral Church of the Blessed Virgin Mary in
Truro, Cornwall**



**Truro
Cathedral**

sacred space, common ground

Truro Cathedral

Contents

	<i>Page</i>
Annual report	3
Statement of the Responsibilities of the Chapter	16
Independent auditors' report	17
Consolidated statement of financial activities	20
Balance sheet	21
Consolidated cash flow statement	22
Notes	23

Truro Cathedral

Annual Report

For the year ended 31 December 2022

REFERENCE AND ADMINISTRATIVE INFORMATION

Registered Charity Number 1207821 from 12th April 2024

Cathedral Council

Dr Pat McGovern
Mr Robert Perry (Lay Canon)
The Very Reverend Roger Bush (until 23 October 2022)
Simon Robinson (from 9 November 2022)
The Reverend Canon Alan Bashforth
Mr Chris Batt (Lay Canon)
Colonel Edward Bolitho (Lord Lieutenant of Cornwall)
The Reverend Mrs Helen Davies (Lay Canon)
The Reverend Canon David Miller
Mrs Pam Miller
Mr Richard Robinson
Mrs Margaret Sellwood
The Reverend Canon Elly Sheard
Mr James Williams

Chair Secretary

The Cathedral Council was disbanded on 29th November 2023 as required by the Cathedral's Measure 2021.

This is part of the registration of the Cathedral as a Charity.

The Chapter (Board of Trustees)

The administrative body is the Chapter (acting on behalf of the corporate body of Truro Cathedral (the Council the Chapter and the College of Canons).

The members of the Chapter during the period 1 January 2022 to the date of approval of the annual report and financial statements were as follows:

The Very Reverend Roger Bush
The Reverend Canon Alan Bashforth
The Reverend Canon Simon Griffiths
The Reverend Canon Mrs Helen Davies
The Reverend Jeffrey James
Mr Robert Perry
Ms Daphne Skinnard
Mr Richard Robinson
Reverend Dr Jonathan Rowe
Fr. Simon Robinson

Dean (until 23 October 2022)
Canon Chancellor
Canon Precentor (until 31st March 2024)
Chapter Canon (From 25 May 2022)
Senior Non-Executive Member
Chapter Canon
Chapter Canon
(Until 29th March 2023)
(Until 30 March 2022)
Interim Dean (from 9 November 2022, permanent Dean from 21st January 2024).

Address:

Old Cathedral School
Cathedral Close Truro
Cornwall TR1
2FQ

Truro Cathedral

Annual Report

For the year ended 31 December 2022

REFERENCE AND ADMINISTRATIVE INFORMATION (continued)

Bankers:	Barclays Bank plc 14 King Street Truro TR1 2RB
Auditors:	Haysmacintyre LLP 10 Queens Street Place London EC4R 1AG
Investments Managers:	CCLA Investment Management Limited One Angel Lane London EC4R 3AB
Consultant Surveyors:	Vickery Holman Walsingham House Newham Quay Truro TR1 2DP
Consultant Architects:	Izaak Hudson, Dittrich Hudson Vasetti Architects 9 Bath Buildings Montpelier Bristol BS6 SPT
Finance Committee:	Mr R Robinson (Chairman) Dean R Bush (Until 23 rd October 2022) Fr S Robinson (9 th November 2022) Mr R Perry Mr A Starr (Resigned 18 th April 2024) Mr T Smith (Resigned 10 October 2023)
Fabric Advisory Committee:	Dean R Bush (Until 23 rd October 2022) Fr S Robinson (9 th November 2022) Mr A Banner Ms H Boex Mr P Holden Mr I Hudson Mrs A Le Page

Truro Cathedral

Annual Report

For the year ended 31 December 2022

REFERENCE AND ADMINISTRATIVE INFORMATION (continued)

Fabric Advisory Committee (continued):

Mr P Newberry
Ms A Preston-Jones
Mr D Scott
Rev. L Walker
Mr S Blaylock

Chief Operating Officer:

Mr S O'Neill

Director of Music:

Mr C Gray (Until 16th April 2023)
Mr J Anderson-Besant (appointed 1st June 2023)

Chief Financial Officer:

Mrs J Mayhew (appointed 15th July 2022)

Truro Cathedral

Annual Report

For the year ended 31 December 2022

Structure, governance, and management

The Governing statute is Truro Cathedral Constitution and Statutes dated 1 February 2001, revised March and September 2004 and March 2006. Due to the Cathedrals' Measure 2021 leading to the Charity Commission registration dated 12th April 2024 the Constitution and Statutes were again reviewed internally and via public consultation. Truro Cathedral became a registered charity on 12th April 2024 Charity number 1207821.

Role of the Cathedral in the Diocese

The Cathedral Church of the Blessed Virgin Mary in Truro is the seat of the Bishop and a centre of Christian worship and mission. Among its objectives, it values highly its purpose of encouraging a living faith in God by interpreting the Christian Gospel through the Cathedral buildings itself, its history, its Saints, its worship, preaching, teaching and through its work in the wider community. Any review of activities and achievements during the financial year ending 31 December 2022 should be read against that background.

Organisational structure and management of the Cathedral

The life of the Cathedral is governed by its Constitution and Statutes enacted under an Instrument on 19 January 2001 which came into force on 1 February 2001 under the terms of The Cathedrals Measure 1999 (herein after called The Measure). Due to the Cathedrals' Measure 2021 leading to the Charity Commission registration dated 12th April 2024 the Constitution and Statutes were again reviewed internally and via public consultation. Truro Cathedral became a registered charity on 12th April 2024 Charity number 1207821. A copy of the Constitution and Statutes is available for inspection at the Cathedral Office by appointment with the Dean.

Under the Constitution and Statutes, the Body Corporate of the Cathedral has, a Chapter and associated committees including finance and a College of Canons. Together the first three bodies make up the body corporate known as 'The Corporate Body of the Cathedral Church of the Blessed Virgin Mary in Truro' ('Truro Cathedral') with perpetual succession and a common seal to be known as the Common Seal of the Cathedral. In 2003 the Chapter established the Executive to run the Cathedral on its behalf, delegating the shared responsibility for operational matters. This was changed to be known as the Senior Management Team in 2023.

Risk Management

The Cathedral has a written assessment of the risks to which it may be exposed, and this is reviewed regularly. It is satisfied that systems are in place to mitigate exposure to major risks.

The Chapter

The Chapter ensures the Cathedral serves the community, Bishop, and diocese by: Setting policy and direction.

Setting key objectives.

Approving strategy.

Monitoring performance and compliance and reporting on both in the Annual Report.

Appointing the Chief Operating Officer and other Executive members and determining their remuneration (non- chapter members only).

Contributing to the appointment of a new Dean

Truro Cathedral

Annual, Report

For the year ended 31 December 2022

Chapter's Investment powers

Under the Cathedrals Measure 1999 the Chapter may invest the Cathedral's funds in any of the following:

Land.

Funds administered for the Central Board of Finance of the Church of England by CCLA Investment Management Ltd.

Investments in which trustees may invest under the general power of investment in the Trustee Act 2000.

The improvement or development of property belonging to the Cathedral, except that endowment funds may not be used to improve or develop the Cathedral itself and its ancillary buildings.

The Senior Management Team (formerly The Executive)

Proposing key objectives.

Developing strategy and tactics in light of the set objectives.

Operating all services within the strategic and policy framework.

The SMT is made up of the Dean, two Residentiary Canons, the Chief Officers and other senior leaders. The activities at the Cathedral are grouped into five departments, Worship, Music, Education & Theology, Pastoral and Operations. Smaller committees and working groups are established as required to carry out specific projects. The Chief Officers report to the Dean.

The Chapter regularly assesses the performance of the SMT. The Cathedral performance is measured on an annual basis from January each year. The Chapter agrees annual objectives for the Cathedral with the Dean and the Chief Officers and approves its annual budget in the preceding November.

The Cathedral Council

Under the Cathedrals' Measure 2021 cathedrals are no longer required in law to have a Cathedral Council. The Cathedral Council of Truro Cathedral was disbanded on 29th November 2023. It will be replaced by a new advisory group consisting of local and regional partners.

The College of Canons

This body brings opinion and questions from across Cornwall. It is designed to ensure that the Cathedral hears from parishes in all parts of the diocese. It also has a formal role in the appointment of the Diocesan Bishop.

The Finance and Audit Committee

This committee reports directly to Chapter to assist in their role of setting financial direction and monitoring performance. Members are selected for their financial or industrial experience. It monitors the financial performance of the Cathedral by reviewing monthly management accounts and investment performance.

Truro Cathedral

Annual Report

For the year ended 31 December 2022

The Fabric Advisory Committee

This committee has two separate, but linked, functions. The first is to act as an ecclesiastical planning authority, ensuring that actions taken by Chapter take due notice of the importance of such an iconic building as the Cathedral. The second is to provide advice and expertise on matters relating to buildings, treasures and so on.

Relationship between the Cathedral and related parties

In Note 25 to these financial statements there are summaries of the Statements of Financial Activities of The Friends of Truro Cathedral (Friends) and Truro Cathedral School Limited. Related party financial statements appear as a requirement of the 'Guidelines' governing our accounting processes in accordance with The Measure (section 27) and are subject to external scrutiny. The amounts coming to the Cathedral from these entities is detailed at note

26 to the financial statements. These amounts are reported in the financial statements because the Chapter, although not in absolute control of these bodies, does exercise some control, and has use of the resources they provide for the support of the mission and life of the Cathedral.

Cathedral activities, achievements, and performance

Truro Cathedral is administratively organised into five departments: Worship, Music, Education & Theology, Pastoral and Operations. A report from the head of department follows the introduction by the Dean.

Introduction - (Simon Robinson, Dean of Truro) ·

Welcome to this annual report for the year ending 31st December 2022. At our core, Truro Cathedral, built to the glory of God for the people of Cornwall is a place of worship, encounter with God, service, and outreach. To enable the mission and ministry of this place good governance, good business acumen, policy and procedure are essential. It is fair and true to say that the cathedral is on a journey in all these aspects of our business life. This report represents much of the commercial and business life of the cathedral. Much of my time is spent focused on these aspects of our life. I am grateful to the whole team for playing their part in this. We are moving forwards step by step, making improvements and setting up new systems for scrutiny, decision making and accountability. The work focused on the registration of the Cathedral as a Charity has focused our minds and our processes and exposed where gaps exist and new systems, policies and procedures need putting in place. This is an important process as our accountability, publicly and to the resident communities increases. You will see that the finances of the cathedral remain a challenge and indeed pose a risk to us. This too is a key aspect of the work of our team and a key focus for me as The Dean. Central to all of this is our life of prayer and worship, both at the core of who and how we are. I invite you pray for those great heavenly gifts of wisdom and discernment as together we seek to ensure that everything, we do build's God's mission here and supports our move forward to fruitfulness and to sustainability.

As St Paul says: **1 Corinthians 12:12-27** *For just as the body is one and has many members, and all the members of the body, though many, are one body, so it is with Christ. For in the one Spirit, we were all baptized into one body—Jews or Greeks, slaves or free—and we were all made to drink of one Spirit.*

Indeed, the body does not consist of one member but of many. If the foot were to say, 'Because I am not a hand, I do not belong to the body', that would not make it any less a part of the body. And if the ear were to say, 'Because I am not an eye, I do not belong to the body', that would not make it any less a part of the body. If the whole body were an eye, where would the hearing be? If the whole body were hearing, where would the sense of smell be? But as it is, God arranged the members in the body, each one of them, as he chose. If all were a single member, where would the body be? As it is, there are many members, yet one body. The eye cannot say to the hand, 'I have no need of you', nor again the head to the feet, 'I have no need of you.'

This call to work together is key, we all have a part to play in God's Kingdom here in this beautiful part of creation.

Thank you for your part in the life of Truro Cathedral.

With every good wish

Dean Simon Robinson

Music Department - (Head: Chris Gray)

In December 2021, we launched a major new initiative to help secure the financial sustainability of our treasured chorister programme: 'Sponsor A Chorister'. We worked hard throughout 2022 and by December had slightly exceeded our target of £50,000. I must acknowledge the invaluable help of chorister parent Esmé Page at a strategic level in helping us drill into what is so special and worth protecting about our chorister tradition that goes back to the 1800s, and then in leading design of the beautiful printed material to reflect our carefully considered messaging.

Truro Cathedral

Annual Report

For the year ended 31 December 2022

Our work identified two key things that are unique about the chorister pathway. One is musical excellence, and the other is the impact on the individual children who dedicate large parts of their lives to upholding our choral tradition. On the musical excellence front, we had a wonderful endorsement in December when Gramophone – the most prestigious classical music journal in the world, dating back to 1923 – selected our latest CD as an ‘Editor’s Choice’ for the month. It is an honor to be singled out for special praise from among some of the world’s great artists who have released CD recordings in the same month. It is independent verification that what Truro Cathedral Choir achieves is something Cornwall can be truly proud of. The CD is of music by Helston-born composer Russell Pascoe and the main work is his Secular Requiem. The CD has done well in the UK Classical Charts, and I’m delighted that Russell’s powerful music is getting more and more recognition. Most of the CD was recorded in May, when the entire BBC National Orchestra of Wales travelled to Truro for four sessions over two days. Needless to say, our boys, girls and adult singers rose to the occasion and gained much from the experience of working with one of the UK’s top professional symphony orchestras. There was no cost to Chapter for this project.



The boy choristers presented their annual Cushion Concert in January, and later in the year they piloted a new project: Chorister Zoom Assemblies. The first of these had 800 children on the Zoom, and the second had 1,300 – all from Cornwall. They also led a come-and-sing Evensong with around 50 pupils from Archbishop Benson School who brought 80 supporters to their service. With our adult cathedral choir singers (the Lay Vicars and Choral Scholars), they sang an autumn concert at the beautiful St Just-in-Roseland church as well as a Christmas one in St Mawes Methodist Church and a four-day summer trip to Buckfast Abbey.



In October half term, the girl choristers had a trip to London and Cambridge. They attended Evensong at Westminster Abbey and were given a private tour after hours; they sang Evensong at St Paul’s Cathedral with the St Paul’s back row; they sang Evensong at St George’s Chapel, Windsor; and in Cambridge they sang with the world-famous choirs of Trinity College and St John’s College. The girls will remember these experiences for the rest of their lives, and they also spent important time together nurturing the team spirit that will get them through the times when chorister duties are more



demanding.



Truro Cathedral

Annual Report

For the year ended 31 December 2022

During the year, boys and girls combined to sing with our adult singers at the Cornwall International Male Choral Festival in Truro, the Beaminster Festival in Dorset, the Diocesan Choral Festival, the Fauré Requiem for All Souls-tide, the Duruflé Requiem for Remembrance, and major cathedral concerts in March, June and December. In September, the choristers were honored to have a lead role in helping the community mark the death of Her Majesty Queen Elizabeth II, with Evensong the day after her passing, a Requiem Mass on the following Sunday, and then a Service of Thanksgiving. Shortly after that, we said farewell to Dean Roger as he stepped into retirement having been the most passionate supporter of the choir throughout his decade in office. Two weeks later, we welcomed our Interim Dean, Canon Simon Robinson, and we are fortunate that he too is utterly committed to our cathedral choir and the musicians, young and not so young, who give so much of their lives to it.

Underlying all of that is the choristers' daily routine: every weekday morning during school term time at 8.00am, the boy choristers meet here in the cathedral crypt and the girl choristers meet at Truro School to rehearse. There can be anything up to seven sung services each week, six with the adult singers, with a vast repertoire of music that complements and enhances the cathedral's celebrated liturgy. I continue to admire the focus and commitment of these talented musicians, and their families who make significant sacrifices for their children to be choristers. Behind the scenes, choristers have theory and singing lessons on a weekly basis, with most achieving Grade 8 singing before their leave the choir. I'm especially grateful to Ruth Dean and Margaret Kingsley for their wonderful work teaching the boys singing.



My colleague Judith Field, our cathedral fundraising officer, has had terrific success in securing grants for the choir from organisations such as the Cathedral Music Trust, the Worshipful Company of Saddlers and the Duke of Cornwall's Benevolent Fund, and we have also had significant support from the Choir Schools Association. We continue to be grateful for the support of members of Truro Cathedral Music, our 'friends and patrons' scheme. We have also begun approaching local businesses and are at the early stages of one or two signing up. Keeping the choir going financially really is a team effort, and it's inspiring to see different individuals and organisations giving in whatever way they can in these various ways, as well as via the Sponsor A Chorister scheme I mentioned at the outset.



I will be leaving Truro after Easter 2023 to take up a new position as Director of Music at St John's College, Cambridge. I have, as you might expect, been reflecting on my 22 years here in Truro, and on the boys and girls who have inhabited our choir stalls during that time. The services of Nine Lessons and Carols are always a magnet for former choristers, as they return to the family nest, and this seemed especially the case in December 2022. It was a high point of the festive period to catch up with so many ex-choristers, literally dozens, after these services. Every one of them had the fondest memories of when they did it, and you could feel the pride as they recalled their part in our great tradition. I continue to believe firmly in the deep, nourishing effect of the chorister routine for those who dedicate their lives to it: it is something that provides a foundation for all that they go on to do: some I spoke to are at university, some are now professional pianists, singers and jazz musicians, and others are actors, vets, business people, air traffic controllers or joining

Truro Cathedral

Annual Report

For the year ended 31 December 2022

the Royal Navy. Maintaining and developing links with these former choir members will be important going forward, and we have been working this year on stewarding those relationships in a more organised way. I am grateful for the help of chorister parent Sarah McLachlan who administers our Old Choristers Association as well as the Sponsor A Chorister scheme and our 'friends and patrons' scheme, Truro Cathedral Music (TCM), among many other things.

Our Sunday services are livestreamed each week, as well as various other services and events. I need to record a further debt of gratitude on behalf of the organisation to chorister parent Andrew Gemmill who is a professional sound engineer and offers his time and expertise to us to ensure that our streamed services are done to the highest standards – the engagement numbers are strong, and I know it means a great deal to many people who join us online.

In 2022, Canon Alan, Andy Earl and Charmian Law have continued their meticulous work around the choir's safeguarding policies and procedures. While this will always be an area in which we strive to improve, I feel confident and proud of where we have got to.

Christopher Gray, Director of Music

After a public appointments process, Mr James Anderson-Besant was appointed as the new Director of Music for Truro Cathedral. James brings with him a significant amount of experience and skill and has made a positive impact on the life of the cathedral.

Truro Cathedral

Annual Report

For the year ended 31 December 2022

Education & Theology Department - (Head: Canon Alan Bashforth)

In this year the following numbers of students received formal learning from in-person visits in the cathedral environment.

KS1	395
KS2	484
KS3	89
18+	8

Most of the face to face learning was delivered or organised by Rachel Freschini who was appointed as the Learning and Interpretation Officer in September 2021.

In addition to in-person visits, in May 2023 we introduced a termly choral mega-zoom teaching assembly aimed primarily at KS2 children and run by Chris Gray and Esme Page. Engagement from primary schools has been high and is continuing to grow. In 2022 the approximate number of children actively participating online in the 2 assemblies was as follows:

May 2022:

KS1	70
KS2	803

Nov 2022:

KS1	105
KS2	1211

We are continuing to develop online learning resources which are available to schools on a subscription basis.

Informal learning activities for children and families during 2022 consisted mainly of explorer trails which initially were available for a price of £1 per trail sheet, but subsequently were offered free of charge in an effort to encourage take-up. Seasonal, themed trails were made available in the February half term and Easter holidays and from August to the beginning of December 2022 we ran a teddy bear trail which required children and families to search for 18 teddies which had been hidden around the cathedral. Qualitative feedback demonstrated that the Teddy trail was very popular and had engaged many visitors from all age groups. During Advent and Christmas 2022 we ran a 'Follow the Star' trail which was an interactive experience for all ages designed to help visitors explore the story behind Christmas.

In addition to work with Schools 'Windows' adult 'Lay education courses were written and delivered by Canon Elly Sheard. A course in Autumn of 2022 looked at the theology of the Gospel of Luke and this was followed up with further work on the Acts of the Apostles in early 2023. Both courses were attended by around 25 individuals.

A further group of 20 members of the cathedral congregation gathered in Lent to look at the material provided by the Church of England under the banner 'Living in Love and Faith' looking at 'Christian teaching and learning about identity, sexuality, relationships and marriage'. All of this in light of decisions made at the General Synod this past year.

Safeguarding - (Head: Canon Alan Bashforth)

The Bishop of Truro's, Determinations following the Visitation that took place in the latter half of 2022 that were issued in December of that year noted the following.

Safeguarding has been identified as an area of rapid, recent, and significant improvements since the spring of 2022. I am pleased to note this. I commend staff for their efforts in enhancing the safeguarding framework. A number of recent concerns have been resolved quickly and appropriately, for example, the reporting mechanisms available on the Cathedral website.

The website now gives clear direction on how a concern may be raised and provides an embedded form to enable this.

Much of the work of the year has been to review recommendations received from SCIE, PCR2, the Bishop's review and the determination to create an action plan for remaining work which is now pleasingly brief.

In addition, the cathedral safeguarding policy which is an organic working document has been amended on a number of occasions to

Truro Cathedral

Annual Report

For the year ended 31 December 2022

reflect current best practice. One change in this regard is to consider all adults in the choir as being in positions of trust. This has meant them training to a higher level in terms of Safeguarding and being made subject of a DBS check.

Training figures – the maintenance of which is a never ending task - was once a concern. This now has compliance levels of around 95% across staff and volunteers.

An excellent working relationship has developed between the cathedral and the staff of the diocese who provide external professional advice through an SLA.

Adult Safeguarding referrals were made twice. One in relation to a member of the public contacting through social media and threatening suicide - and one in connection with concerns about a man and wife with welfare issues in the congregation.

In terms of caring for cathedral choristers' co-operation between cathedral and Truro School staff continues to grow in depth and understanding.

Alan Bashforth, Canon Chancellor

Truro Cathedral

Annual Report

For the year ended 31 December 2022

Operations Department - (Head: Chief Operating Officer, Sean O'Neill)

My role remained as Chief Operating Officer, responsible for the non-worship aspects of the cathedral.

The commercial life of the cathedral re-emerged in the year to a degree of 'normality'. Many of our more exciting plans, delayed since 2020 were delayed again. The availability of performers and groups often has a long lead-in time so many were not available, or not performing in 2022. The activities programme destined for St Mary's Aisle will begin in 2023 as will the first 'showstopper' cathedral event 'Gaia' in 2023. While the activities programme was delayed due to the capital project to refurbish St Mary's Aisle the Gaia event proved far more successful than expected.

The changes to the cathedral's operation continued throughout the year. Restructuring, forming, storming, and reforming were all present across the various cathedral teams. At the end of 2022, the cathedral was gearing up for a substantial change to the operation of the subsidiary company to give it a better chance of profitability with further restructuring and changes in early 2023. Pre-Covid levels of business were not restored in either the shop or restaurant, with the restaurant reporting at times a 56% drop in sales. These ultimately were unsuccessful, seeing the subsidiary company closed down and made dormant in early 2024.

While trying not to hark back to the pandemic too much in this report it is only appropriate to say that our event business has been surging with many occasions where we can't fulfil the demand for the cathedral as a venue. The cathedral's reputation across Cornwall and nationally in some areas has grown well and changed the way some see the cathedral engaging many who may otherwise not have visited.

In the year we recruited an operations manager to support the growth of the commercial events here along with responsibilities for the front-facing departments. They joined the team in June 2022 and began taking the lead on the various events held here. However, performance issues were present, and they left early in 2023. We had a vacancy period of four months until the post was filled again, and the onboarding process restarted. The events team created in 2021 has been a great support in taking pressure off the verger team for events cover and providing a flexible workforce when needed.

Most of the Old Cathedral School based team has now returned from hybrid or home working to working in the office. The office was reconfigured to allow more cohesive working and in preparation for a tenant moving into the first floor of the building in 2024.

The cathedral's finances remained under serious pressure and although the very many grants received have been a boon, the underlying sustainability issue remains at the forefront of the mind with costs accelerating faster than income increases. The fundraising objectives changed as core costs funds like the CRF ceased seeing us switch to capital projects fundraising in the push to renew the St Mary's Aisle roof. Judith is doing brilliant work with trusts and foundations.

The future funding of the cathedral choir has remained a key consideration with the exhaustion of the endowment contribution from Truro Cathedral School. A reduced, but appreciated contribution was received from Truro Cathedral School but that is likely to have been the last one. The five-strand approach to backfilling this funding gap commenced and some success from the Sponsor a Chorister and updated Truro Cathedral Music schemes along with a website-based offer where people can purchase digital gifts to support music.

The year has seen high inflation with costs accelerating at a pace which our income cannot keep up with, despite good performance and growth in some areas.

In the year an independent review and visitation took place. The two areas of successive audits have been positive and highlighted key areas for improvement throughout the organisation.

Continued development of relationships and partnerships took place throughout 2022 with the cathedral gaining a positive reputation for broadening its reach and appeal. These relationships aid the cathedral in embedding itself at the heart of Truro and the surrounding areas. Some of the most regular partners we work with currently include SALT projects, Truro City Council, Tylker an Nerth, the Mayor of Truro, Cornwall Playhouse, the Royal Cornwall Museum, Cornwall Music Education Hub, and Truro BID.

Sean O'Neill, Chief Operating Officer

Truro Cathedral

Annual Report

For the year ended 31 December 2022

Five year summary of key figures

	2018	2019	2020	2021	2022
	£'000	£'000	£'000	£'000	£'000
Net (outgoing)/incoming resources	169.4	(322.3)	30.7	271.2	(15.4)
Investment and property gains/(losses)	(26.3)	(1.3)	(83.5)	67.7	(5.9)
Increase/(decrease) in funds	143.1	(323.6)	(52.8)	338.9	(21.3)
Total funds at the year end	2,680.2	2,356.6	2,303.8	2,642.6	2,621.3

Reserves Policy

Reserves are needed to maintain the level of the cathedral's current activities and to enable the completion of long- term projects. Maintaining unrestricted reserves protects the cathedral from a sudden drop in income and enables a period of restructuring and long-term planning to be implemented.

The Chapter's aim is to build up unrestricted "free reserves" to at least the cost of eight months ordinary activities, so that they are available to ensure the cathedral's operations can continue.

Where specific future funding needs are identified, the Chapter has the discretion to set side free funds for designated purposes, which are disclosed as Designated Funds.

The Chapter consider the appropriate level of free reserves required in the short term as at 31 December 2022 to be at least £702,000. This is based on an estimate of on-going unrestricted expenditure for a minimum period of eight months. The current value of unrestricted reserves as at 31 December 2022 is £60,077, which is below the appropriate level. Plans have been put in place to generate operating surpluses to bring them to the recommended level.

Investment Policy

Chapter's investment policy is to produce a balanced combination of capital growth and income return with an acceptable level of risk.

The current investment objectives are to achieve the best financial rate of return while preserving the capital value of the assets with a minimum level of risk, to maximise the growth of the funds held in the investments.

To meet these objectives, the portfolio is currently invested in managed funds held by investment managers with a proven track record and have a socially responsible and ethical investment policy.

Chapter's investment policy is monitored and reviewed regularly by the Finance Committee.

Investment Property

Truro Cathedral owns property to house the clergy and to use as offices. Other property owned by the cathedral is held for investment purposes and rented out on a commercial basis where possible to generate funds towards the operation of the cathedral.

Simon Robinson

Fr. Simon Robinson - Dean

Date: 01/08/2024

Truro Cathedral

Annual Report

For the year ended 31 December 2022

Statement of the Responsibilities of Chapter

The Chapter is responsible under requirements laid down by the Church Commissioners under the powers given them by Section 27 of the Cathedrals Measure 1999 for:

- a) Preparing and publishing an annual report and audited accounts which give a true and fair view of the financial activities for each financial year and of the assets, liabilities and funds at the end of each financial year of the Cathedral and its connected entities;
- b) stating that they have complied in all material respects with the guidelines on the subject prepared by the Association of English Cathedrals or describing which recommendations have not been complied with, and giving reasons for non-compliance;
- c) selecting suitable accounting policies and then applying them consistently;
- d) making judgements and estimates that are reasonable and prudent;
- e) keeping proper accounting records from which the financial position of the Cathedral can be ascertained with reasonable accuracy at any time; and
- f) safeguarding the assets of the Cathedral and taking reasonable steps for the prevention and detection of fraud and other irregularities.

Truro Cathedral

Independent auditors' report to the Chapter

For the year ended 31 December 2022

We have audited the financial statements of The Cathedral Church of the Blessed Virgin Mary in Truro (the parent entity) and its subsidiary (the 'group') for the year ended 31 December 2022 which comprise the consolidated Statement of Financial Activities, the consolidated Balance Sheet, the consolidated Statement of Cashflows and the notes to the financial statements, including a summary of the 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* (UK Generally Accepted Accounting Practice) and the Accounting and Reporting Regulations for English Anglican Cathedrals as specified by the Church Commissioners under Section 27 of the Cathedrals Measure 1999.

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent entity's affairs at 31 December 2022, and of the group's incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice.
- have been prepared in accordance with the regulations specified by the Church Commissioners under the powers given to them by section 27 of the Cathedrals Measure 1999.

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 group and parent entity 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.

Conclusion relating to going concern

In auditing the financial statements, we have concluded that the Chapter'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 group's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

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

Truro Cathedral

Independent auditors' report to the Chapter

For the year ended 31 December 2022

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

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters which we are required to report to you if, in our opinion:

- sufficient accounting records have not been kept by the Cathedral;
- the Cathedral's financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of the members of the Chapter

As explained more fully in the Chapter Responsibilities statement set out on page 15, the Chapter is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Chapter 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 Chapter is responsible for assessing the Cathedral and the group'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 Chapter either intends to liquidate the Cathedral or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Based on our understanding of the Cathedral and its circumstances, we identified that the principal risks of non-compliance with laws and regulations related to the requirements of the Cathedrals Measure 1999, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as income tax, payroll tax and sales tax.

Truro Cathedral

Independent auditors, report to the Chapter

For the year ended 31 December 2022

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to management bias in accounting estimates and manual accounting journals. Audit procedures performed by the engagement team included:

- Inspecting correspondence with tax authorities;
- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- Evaluating management's controls designed to prevent and detect irregularities;
- Identifying and testing journals, in particular journal entries posted with unusual account combinations, postings by unusual users or with unusual descriptions; and
- Challenging assumptions and judgements made by management in their critical accounting estimates.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance.

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

Use of our report

This report is made solely to the Chapter, as a body, in accordance with section 27 of the Cathedral Measure 1999. Our audit work has been undertaken so that we might state to the Chapter 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 Cathedral and the Chapter, as a body, for our audit work, for this report, or for the opinions we have formed.

Haysmacintyre LLP
Statutory auditors
10 Queen
Street Place
London
EC4R 1AG

Date: 12 September 2024

Truro Cathedral

Consolidated statement of financial activities

For the year ended 31 December 2022

	Notes	Unrestricted general funds £	Designated funds £	Restricted funds £	Endowment funds £	Total 2022 £	Total 2021 £
Income and endowments from:							
Donations and legacies		236,307	66,540	83,160	-	386,007	477,454
Grants in support of mission		174,338	126,271	458,707	-	759,316	1,042,914
Charitable activities		138,443	-	-	-	138,443	57,705
Other trading activities		343,253	16,576	-	-	359,829	256,834
Investments		45,289	-	2,042	-	47,331	32,650
Other income		1,664	-	-	-	1,664	439
Total income	4	939,294	209,387	543,909	-	1,692,590	1,867,996
Raising funds	5	408,174	5,053	66,294	-	479,521	335,598
Ministry	6	44,208	239,810	412,805	-	696,823	625,119
Cathedral and precincts upkeep	6	249,607	-	213,093	-	462,700	581,125
Education and outreach	6	1,755	58,686	8,517	-	68,958	53,066
Other expenditure		-	-	-	-	-	1,882
Total expenditure		703,744	303,549	700,709	-	1,708,002	1,596,790
before investment gains		235,550	(94,162)	(156,800)	-	(15,412)	271,206
Unrealised gains/(losses) on investments		-	-	(5,937)	-	(5,937)	6,315
Realised gains on sale of assets		-	-	-	-	-	61,342
the year		235,550	(94,162)	(162,737)	-	(21,349)	338,863
Gross transfers between funds	20	(286,000)	(63,159)	349,159	-	-	-
Net movement in funds		(50,450)	(157,321)	186,422	-	(21,349)	338,863
Reconciliation of funds:							
Funds brought forward		110,527	604,463	1,867,653	60,000	2,642,643	2,303,780
Funds carried forward		60,077	447,142	2,054,075	60,000	2,621,294	2,642,643

Truro Cathedral

Balance Sheets

As at 31 December 2022

	Notes	Consolidated		Cathedral	
		2022 £	2021 £	2022 £	2021 £
Fixed Assets					
Tangible assets	12	2,119,342	2,127,587	2,038,982	2,047,959
Investments	14	449,633	455,568	449,633	455,569
Other		-			137,176
Total fixed assets		2,568,975	2,583,155	2,488,615	2,640,704
Current assets					
Assets held for sale					
Stocks		43,001	53,896	-	-
Debtors	16	212,180	620,405	361,113	626,626
Cash at bank and in hand		277,808	163,352	247,029	128,751
Total current assets		532,989	837,653	608,142	755,377
Liabilities due within one year					
Creditors	17	(264,327)	(540,479)	(224,809)	(508,267)
Net current assets		268,662	297,174	383,333	247,110
Total assets less current liabilities		2,837,637	2,880,329	2,871,948	2,887,814
Liabilities due after more than one year					
Creditors	18	(216,343)	(237,686)	(216,343)	(237,686)
Net assets		2,621,294	2,642,643	2,655,605	2,650,128
Funds					
Unrestricted funds	19	60,077	110,527	94,388	118,012
Designated funds	19	447,142	604,463	447,142	604,463
Restricted funds	20	2,054,075	1,867,653	2,054,075	1,867,653
Endowment funds	21	60,000	60,000	60,000	60,000
Total funds	22	2,621,294	2,642,643	2,655,605	2,650,128

Approved by the Chapter and authorised for issue on the 01/08/2024

Simon Robinson

Fr. Simon Robinson
Dean

Jeffrey A James

The Reverend Jeffrey James
Senior Non-Executive Member

Truro Cathedral

Consolidated cash flow statement

For the year ended 31 December 2022

	Notes	£	2022 £	£	2021 £
Cash flows from operating activities					
Net cash generated from/(used in) operating activities	23		189,968		75,750
Cash flows from investing activities					
Rents received net of costs		43,430		28,709	
Investment income received net of costs		3,891		3,941	
Purchase of property, plant and equipment		(10,844)		(17,174)	
Proceeds from sale of property		-		445,150	
Net cash provided by investing activities			40,007		460,626
Cash flows from financing activities:					
Repayments of borrowing		(344,431)		(350,760)	
Net cash (used in)/provided by financing activities			(344,431)		(350,760)
Change in cash and cash equivalents in the reporting period			(114,456)		185,616
Cash and cash equivalents at the beginning of the reporting period			163,352		(22,264)
Cash and cash equivalents at the end of the reporting period			277,808		163,352

Truro Cathedral

Notes

(forming part of the financial statements)

1 Accounting Policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements.

Basis of accounting

The Cathedral constitutes a public benefit entity as defined by FRS 102. The financial statements are prepared on the basis of historical cost except that investments are stated in the balance sheet at market value.

The format of the accounts and the principles on which they are prepared follow those required by the Accounting and Reporting Regulations for English Anglican Cathedrals, dated December 2018, and the Financial Reporting Standard applicable in the UK (FRS102).

The financial statements are prepared in sterling which is the functional currency of the Cathedral and is rounded to the nearest £1.

Consolidation

The results of the Cathedral's subsidiary company, Truro Cathedral Limited are consolidated in these financial statements on a line by line basis under the appropriate headings in accordance with the Guidelines.

Going concern

As at the 31 December 2022, unrestricted general funds remains in a surplus position following the receipt of various grants and donations and stood at £60,077.

However, it is recognised that the Cathedral continues to operate in a very challenging economic climate, and while significant advancements have been made in terms of both income generation strategies and budgetary control, there remains some uncertainty over the financial position whilst these plans come to fruition.

Having considered budgets, cash flow forecasts and likely income streams, the Chapter is confident that the Cathedral will be able to meet its liabilities as they fall due for the foreseeable future, therefore the Chapter believes that there is no material uncertainty in relation to the Going Concern.

Income

All incoming resources are included on the Statement of Financial Activities when the Cathedral is legally entitled to the income, the amount can be measured reliably and it is probable that the income will be received.

Voluntary income comprises all incoming resources from donations, sponsorship and members.

Grants receivable 'comprises all incoming resources from grants and is recognised on a receivable basis.

Voluntary income and grants receivable are recognised on a receivable basis in the appropriate fund except where the donor has specified that the donation or grant relates to a future period or that certain pre-conditions must be fulfilled before use.

Truro Cathedral

Notes

(forming part of the financial statements)

1 Accounting Policies - continued

Income from activities generating funds, include gift aid donations from and recharges to the subsidiary company and hire of the Cathedral and offices.

Income from property and investments includes rental income and dividend income.

Donated services and facilities

Donated services or facilities are recognised as income when the Cathedral has control over the item, any conditions associated with the donated item have been met and the receipt of economic benefit from the use by the Cathedral of the item is probable and can be measured reliably. On receipt, donated services and facilities are recognised on the basis of the value of the gift to the Cathedral which is the amount the Cathedral would have been willing to pay on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

In accordance with the Charities SORP (FRS 102) general volunteer time is not recognised within the financial statements.

Expenditure

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Expenditure is recognised when there is a legal or constructive obligation to make payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Raising funds

Costs of raising funds are those costs incurred in fundraising and the costs relating to major project appeals.

Expenditure on mission

Expenditure on mission includes all expenditure associated with the preservation of the Cathedral and includes both direct and support costs.

Repairs, restoration and maintenance of the Cathedral and other buildings

The cost of repairs, restoration and maintenance of the Cathedral is charged to the statement of financial activities in the year incurred. Provision for the cost of any repairs is made where there is a quantifiable legal obligation to incur the expenditure at the balance sheet date.

Allocation of support costs

Support costs are those that assist the work of the Cathedral but do not directly represent charitable activities. Where support costs cannot be directly attributable to a particular heading they have been allocated to activities based on the direct cost they support, subject to adjustments for non-recurring items. The analysis of these costs is included in note 9.

Operating leases

Rentals payable under operating leases are charged to the statement of financial activities on a straight line basis over the period of lease.

Truro Cathedral

Notes

(forming part of the financial statements)

1 Accounting Policies - continued

Taxation

Voluntary income includes recoverable tax under gift aid. Irrecoverable VAT is allocated to the appropriate expense heading.

Fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less accumulated depreciation. Cost includes costs directly attributable to making the asset capable of operating as intended. Depreciation is provided by the Cathedral to write off the cost less estimated residual value of tangible fixed assets by equal instalments over their estimated useful economic lives as follows:

Equipment and plant	3-20 years
Computer equipment	3 years

Items under £500 are not capitalised and are expensed within the period in which they were incurred.

Non-investment properties

No depreciation is provided on non-investment land or buildings. The Chapter has a policy and practice of regular maintenance and repair such that its buildings are kept in a continual state of sound repair. Accordingly, the Chapter considers that the useful economic lives of these assets are so long and their residual values are so high, that their depreciation would not be material.

An impairment review is performed on an annual basis on property which is not subject to depreciation or whose unexpired life is estimated at more than 50 years.

Property transactions are recognised in the accounting period in which completion occurs.

The Cathedral, its ancillary buildings and the inventory

No value was attributed to the Cathedral, its ancillary buildings and the inventory as at 31 December 2022.

Investment properties

Investment properties are measured at fair value at each reporting date with changes recognised in 'net gains/(losses) on investments' in the statement of financial activities. No material change in value occurred in 2022 in the opinion of the Chapter.

Investments

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently they are measured at fair value with changes recognised in 'net gains/(losses) on investments' in the statement of financial activities if the shares are publicly traded or their fair value can otherwise be measured reliably.

For quoted shares, the fair value is deemed to be the quoted bid price as at the balance sheet date. Investments in

subsidiaries are measured at cost less impairment.

Truro Cathedral

Notes

(forming part of the financial statements)

1 Accounting Policies - continued

Stocks

Stocks are stated at the lower of cost and net realisable value.

Debtors

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

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions are recognised where the Cathedral 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.

Employee benefits

When employees have rendered service to the Cathedral, short term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

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

Pensions

The Cathedral participates in a defined benefit scheme for clergy via the Diocese of Truro and operates a defined contribution scheme for lay staff.

The assets of the schemes are held separately from those of the Cathedral in independently administered funds.

The amount charged against income represents the contributions payable to the schemes in respect of the accounting period.

Truro Cathedral

Notes

(forming part of the financial statements)

Heritage assets

Heritage assets are recognised on the balance sheet and initially measured at cost when purchased or if donated, their valuation, where practical.

Where information on the cost or valuation of heritage assets is not available or the cost of providing such information significantly outweighs any benefit to the users of the financial statements then heritage assets are not recognised on the balance sheet.

A register of all assets held by the Cathedral is available and the assets themselves are accessible to the public with prior agreement. Heritage assets are to be held for the foreseeable future.

Judgements and key sources of estimation uncertainty

In the application of the Cathedral's accounting policies, the Chapter Members are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors as relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

2 Funds

Funds are divided between Endowment, Restricted, Unrestricted and Designated.

The Permanent Endowment Fund is represented by a grant from Friends of Cathedral Music, which is to meet the costs of supporting the Choral Scholarship fund.

The Restricted Funds may only be applied for particular purposes. Brief descriptions of the main funds are: Property Fund:

this is made up of properties comprising the Cathedral Close.

Fabric Fund: this may only be applied towards repairs and major works of refurbishment to the fabric of the Cathedral.

Dean Lloyd Fabric Expendable Endowment Fund: this has been set up for expenditure on the fabric of the Cathedral.

Cathedral Roof fund: fund for purposes of the renovation of the cathedral roof.

Inspire Cornwall fund: this is a fund for the purposes of the renovation of the Cathedral spires. Other Restricted

Funds: include funds, which have been given for various specific purposes.

The Unrestricted Funds are those, which can be applied for any of the purposes for which the Chapter was established. The main unrestricted fund is the Common Fund through which are passed all the regular items of income and expenditure relating to the day-to-day running of the Cathedral.

The Designated Funds represent unrestricted funds set aside by the Chapter for particular purposes or to match the value of capital assets. If in due course they are not required, they may be transferred back to the Common Fund. Designated Funds are:

Property Fund: this is made up of properties occupied by Cathedral clergy and staff. Cathedral Music Fund:

set aside for the maintenance of the choral tradition.

Stewart and Hilda Jenkin Thanksgiving Fund: set aside for the maintenance of worship and fabric of Truro Cathedral.

Bailey Fund: set aside for a future project.

Truro Cathedral

Notes

(forming part of the financial statements)

3 Financial performance of the Cathedral

The consolidated statement of financial activities includes the results of the Cathedral's wholly owned subsidiary.

The summary financial performance of the Cathedral alone is:

	2022	2021
	£	£
Income	1,391,075	1,574,889
Gift aid from subsidiary	-	-
	<hr/> 1,391,075	<hr/> 1,574,889
Expenditure	(1,379,662)	(1,379,599)
Net gains/(losses) on investments	5,937	6,315
Net gains on sale of property	-	61,342
	<hr/>	<hr/>
Net income	5,476	262,947
Total funds brought forward	2,650,128	2,387,181
	<hr/>	<hr/>
Total funds carried forward	2,655,605	2,650,128
	<hr/> <hr/>	<hr/> <hr/>
Represented by:		
General funds	94,388	118,012
Designated funds	447,142	604,463
Restricted funds	2,054,075	1,867,653
Endowment funds	60,000	60,000
	<hr/>	<hr/>
	2,655,605	2,650,128
	<hr/> <hr/>	<hr/> <hr/>

Truro Cathedral

Notes

(forming part of the financial statements)

4 Income

	Unrestricted funds £	Designated funds £	Restricted funds £	Total 2022 £	Total 2021 £
Donations and legacies					
Congregational collections and giving	158,089	59,473	23,813	241,375	157,602
Donations from Friends and local trusts	2,664	-	-	2,664	-
Other donations	75,554	7,067	34,347	116,968	286,352
Legacies	-	-	25,000	25,000	33,500
	<u>236,307</u>	<u>66,540</u>	<u>83,160</u>	<u>386,007</u>	<u>477,454</u>
Grants in support of mission					
Church Commissioners grants	-	-	288,125	288,125	273,962
National Lottery Heritage Fund grants	-	-	151,253	151,253	476,053
Truro Cathedral School Limited	-	-	-	-	43,750
All churches Trust grants	174,338	-	-	174,338	25,000
Government grants	-	-	-	-	98,459
St Mary's Aisle roof	-	-	-	-	40,000
Choir and Choristers grants	-	126,271	19,329	145,600	81,000
Other grants	-	-	-	-	4,690
	<u>174,338</u>	<u>126,271</u>	<u>458,707</u>	<u>759,316</u>	<u>1,042,914</u>
Charges and fees arising in the course of the mission					
Facility and other fees	138,443	-	-	138,443	57,705
	<u>138,443</u>	<u>-</u>	<u>-</u>	<u>138,443</u>	<u>57,705</u>
Trading and fundraising					
Charges to visitors	808	-	-	808	792
Letting of cathedral and other buildings	19,604	-	-	19,604	14,540
Event income	-	16,576	-	16,576	11,456
Gross income from shop, restaurant, and other trading activities	322,841	-	-	322,841	230,046
	<u>343,253</u>	<u>16,576</u>	<u>-</u>	<u>359,829</u>	<u>256,834</u>
Investments					
Income from investment property	43,340	-	-	43,340	28,709
Income from other investments	1,849	-	2,042	3,891	3,932
Interest receivable on short term deposits	100	-	-	100	9
	<u>45,289</u>	<u>-</u>	<u>2,042</u>	<u>47,331</u>	<u>32,650</u>
Other income					
Other items	1,664	-	-	1,664	439
Total income	<u><u>939,294</u></u>	<u><u>209,387</u></u>	<u><u>543,909</u></u>	<u><u>1,692,590</u></u>	<u><u>1,867,996</u></u>

Truro Cathedral

Notes

(forming part of the financial statements)

4 Income – continued

2021 Detail

	Unrestricted funds £	Designated funds £	Restricted funds £	Total 2021 £
Donations and legacies				
Congregational collections and giving	131,446	25,231	925	157,602
Donations from Friends and local trusts				
Other donations	104,697	130,154	51,501	286,352
Legacies	1,500	2,000	30,000	33,500
	<u>237,643</u>	<u>157,385</u>	<u>82,426</u>	<u>477,454</u>
Church Commissioners grants	-	-	273,962	273,962
National Lottery Heritage Fund grants	-	-	476,053	476,053
Truro Cathedral School Limited	-	43,750	-	43,750
All churches Trust grants	25,000	-	-	25,000
Government grants	98,459	-	-	98,459
St Mary's Aisle roof	-	-	40,000	40,000
Choir and Choristers grants	-	81,000	-	81,000
Other grants	2,140	-	2,550	4,690
	<u>125,599</u>	<u>124,750</u>	<u>792,565</u>	<u>1,042,914</u>
the mission				
Facility and other fees	57,705	-	-	57,705
	<u>57,705</u>	<u>-</u>	<u>-</u>	<u>57,705</u>
Charges to visitors	792	-	-	792
Letting of cathedral and other buildings	14,540	-	-	14,540
Event income	-	11,456	-	11,456
Gross income from shop, restaurant and other trading activities	230,046	-	-	230,046
	<u>245,378</u>	<u>11,456</u>	<u>-</u>	<u>256,834</u>
Income from investment property	28,709	-	-	28,709
	1,881	-	2,051	3,932
Interest receivable on short term deposit	9	-	-	9
	<u>30,599</u>	<u>-</u>	<u>2,051</u>	<u>32,650</u>
Other income				
Other items	439	-	-	439
	<u>697,363</u>	<u>293,591</u>	<u>877,042</u>	<u>1,867,996</u>

Truro Cathedral

Notes

(forming part of the financial statements)

5 Costs of raising funds

	Unrestricted funds £	Designated funds £	Restricted funds £	Total 2022 £	Total 2021 £
Raising funds					
Gross costs of shop, restaurant and other trading activities	328,802	-	-	328,802	212,802
Cost of fundraising and lettings	60,440	3,825	42,607	106,872	81,956
Support costs (note 9)	18,932	1,227	23,687	43,846	40,840
	<u>408,174</u>	<u>5,052</u>	<u>66,294</u>	479,520	<u>335,598</u>

2021 Detail

	Unrestricted funds £	Designated funds £	Restricted funds £	Total 2021 £
Raising funds				
Gross costs of shop, restaurant and other trading activities	212,802	-	-	212,802
Cost of fundraising and lettings	33,234	798	47,924	81,956
Support costs (note 9)	4,772	115	35,953	40,840
	<u>250,808</u>	<u>913</u>	<u>83,877</u>	335,598

6 Expenditure on charitable activities

	Direct costs (note 7) £	Grant making costs (note 8) £	Support costs (note 9) £	Total 2022 £	Total 2021 £
Ministry	480,328	-	216,494	696,822	625,119
Cathedral and precincts upkeep	325,924	-	136,777	462,701	581,125
Education and outreach	6,802	44,430	17,726	68,958	53,066
	<u>813,054</u>	<u>44,430</u>	<u>370,997</u>	1,228,481	<u>1,259,310</u>

2021 Detail

	Direct costs (note 7) £	Grant making costs (note 8) £	Support costs (note 9) £	Total 2021 £
Ministry	445,152	-	179,967	625,119
Cathedral and precincts upkeep	356,592	-	224,533	581,125
Education and outreach	20,082	20,972	12,012	53,066
	<u>821,826</u>	<u>20,972</u>	<u>416,512</u>	<u>1,259,310</u>

Total irrecoverable VAT included above was £27,027 (2021: £41,810)

Truro Cathedral

Notes

(forming part of the financial statements)

7 Direct costs of charitable activities

	Total	Total
	2022	2021
	£	£
Ministry		
Clergy stipends and working expenses	158,468	140,072
Clergy housing costs	24,469	29,064
Clergy support costs	201	353
Services and music	297,190	275,663
	<hr/>	<hr/>
Total ministry direct costs	480,328	445,152
	<hr/> <hr/>	<hr/> <hr/>
Cathedral and precincts upkeep		
Major repairs and restoration	47,267	101,038
Maintenance and interior upkeep	224,553	202,616
Cathedral insurance	51,656	48,590
Precincts, security & gardens upkeep	2,448	4,348
	<hr/>	<hr/>
Total cathedral and precincts upkeep costs	325,924	356,592
	<hr/> <hr/>	<hr/> <hr/>
Education and outreach		
Choir school costs	5,473	4,388
Educational activities	1,329	15,694
	<hr/>	<hr/>
Total education and outreach costs	6,802	20,082
	<hr/> <hr/>	<hr/> <hr/>
Total direct costs	813,054	821,826
	<hr/> <hr/>	<hr/> <hr/>

8 Grant making

	Total	Total
	2022	2021
	£	£
Education and outreach	-	-
Scholarships	44,430	20,972
	<hr/>	<hr/>
Total ministry direct costs	44,430	20,972
	<hr/> <hr/>	<hr/> <hr/>

Truro Cathedral

Notes

(forming part of the financial statements)

9 Support costs

	Costs of raising funds £	Charitable activities £	Total 2022 £
Staff costs and training	27,590	231,012	258,602
Other premises costs	3,112	26,056	29,168
Administration costs	6,858	57,423	64,281
Finance and .IT costs	4,887	40,919	45,806
Governance costs	1,862	15,588	17,450
	<u>44,309</u>	<u>370,998</u>	<u>415,307</u>
2021 Detail			
	Costs of raising funds £	Charitable activities £	Total 2021 £
Staff costs and training	18,989	193,315	212,304
Other premises costs	1,637	16,664	18,301
Administration costs	12,574	128,368	140,942
Finance and IT costs	4,194	43,227	47,421
Governance costs	3,446	34,938	38,384
	<u>40,840</u>	<u>416,512</u>	<u>457,352</u>

Support costs are stated after charging audit fees of £9,214 (2021: £11,272). Support costs are allocated on the basis of direct expenditure in each activity.

10 Employees and office holders

	Clergy £	Lay staff £	Total 2022 £
Wages and salaries, including stipends	105,831	466,004	571,835
Social security costs	9,146	26,490	35,636
Pension costs	36,080	14,995	51,075
	<u>151,057</u>	<u>507,489</u>	<u>658,546</u>

2021 Detail

	Clergy £	Lay staff £	Total 2021 £
Wages and salaries, including stipends	95,631	421,087	516,718
Social security costs	8,264	23,937	32,201
Pension costs	32,602	13,550	46,152
Termination costs	-	-	-
	<u>136,497</u>	<u>458,574</u>	<u>595,071</u>

Truro Cathedral

Notes

(forming part of the financial statements)

10 Employees and office holders - continued

The average staff numbers during the year were as follows:-

	Headcount		Full time equivalent	
	2022	2021	2022	2021
Fundraising	1	2	1	1
Charitable activities:				
Clergy	3	3	3	3
Lay staff	16	15	11	11
Support and administration	16	9	12	8
Trading activities	13	12	9	8
	<u>49</u>	<u>41</u>	<u>36</u>	<u>31</u>

No individual received emoluments of £60,000 or above.

Included within staff costs are payments to members of Chapter under the Cathedrals Measure 1999 and the Cathedral constitution. The remuneration of, and pension provision for, clerical members of the Chapter are paid in accordance with scales laid down annually by the Church Commissioners, Archbishops' Council and the Church of England Pensions Board. No supplement to these scales are paid. The payments during the year were as follows:

	Remuneration	Pension	Total
	£	£	£
The Reverend A Bashforth, Canon Chancellor	32,242	9,342	41,584
The Very Reverend R Bush, Dean	41,535	11,677	53,212
The Reverend S Griffiths, Canon Precentor	31,563	9,342	40,905
Dean Simon Robinson	9,389	-	9,389
	<u>114,729</u>	<u>30,361</u>	<u>145,090</u>

2021 Detail

	Remuneration	Pension	Total
	£	£	£
The Reverend A Bashforth, Canon Chancellor	28,767	10,031	38,798
The Very Reverend R Bush, Dean	37,670	12,539	50,209
The Reverend S Griffiths, Canon Precentor	28,767	10,031	38,798
	<u>95,204</u>	<u>32,601</u>	<u>127,805</u>

The above members of Chapter are housed in properties provided by Chapter and some housing costs are met on their behalf.

In addition, 3 (2021: 3) members of Chapter were reimbursed £9,002 (2021: £4,233) in expenses during the year. All expenses related to travel and subsistence, telephone, hospitality and other administrative expenses. At the year end £Nil (2021: £Nil) was owed to the members of Chapter and included in creditors.

11 Cost of key management personnel

The key management personnel of the Cathedral and its subsidiary consist of The Executive Committee. The employee benefits of key management personnel total £211,756 (2021: £192,786).

Truro Cathedral

Notes

(forming part of the financial statements)

12 Tangible fixed assets

Group	Land & Buildings	Plant & equipment	Total
	£	£	£
Cost			
At beginning of year	1,983,796	532,305	2,516,101
Additions	-	10,844	10,844
Disposals	-	(3,620)	(3,620)
	<hr/>	<hr/>	<hr/>
At end of year	1,983,796	539,529	2,523,325
Depreciation			
At beginning of year	-	388,514	388,514
Charge for year	-	15,469	15,469
	<hr/>	<hr/>	<hr/>
At end of year	-	403,983	403,983
Net book value			
At end of year	1,983,796	135,546	2,119,342
	<hr/>	<hr/>	<hr/>
At beginning of year	1,983,796	143,791	2,127,587
	<hr/>	<hr/>	<hr/>
Cathedral			
	Land & Buildings	Plant & equipment	Total
	£	£	£
Cost			
At beginning of year	1,983,796	286,056	2,269,852
Additions	-	8,609	8,609
Disposals	-	(3,620)	(3,620)
	<hr/>	<hr/>	<hr/>
At end of year	1,983,796	291,046	2,274,842
Depreciation			
At beginning of year	-	221,893	221,893
Charge for year	-	13,967	13,967
	<hr/>	<hr/>	<hr/>
At end of year	-	235,860	235,860
Net book value			
At end of year	1,983,796	55,186	2,038,982
	<hr/>	<hr/>	<hr/>
At beginning of year	1,983,796	64,163	2,047,959
	<hr/>	<hr/>	<hr/>

Truro Cathedral

Notes

(forming part of the financial statements)

13 Heritage Assets

As stated in the accounting policies, no value has been placed on the Cathedral, its ancillary buildings and the items in inventory prepared under Section 24(1) of the Care of Cathedrals Measure 2011.

The Cathedral buildings are the Cathedral, Chapter House and Cathedral Shop.

The Care of Cathedrals Measure 2011 requires cathedrals to keep an inventory of all items considered to be of architectural, archaeological, artistic or historic interest in the possession of the cathedral church. Primarily this consist of the "Willis" Organ, various paintings and other small items. No additions to the inventory in the last four years have met the definition of a heritage asset and there have been no transactions involving heritage assets in the same period.

14 Investments

Group	Unlisted investments £	Investment property £	Total 2022 £
Cost			
At beginning of year	50,568	405,000	455,568
Net movement in market value	(5,936)	-	(5,936)
At end of year	<u>44,632</u>	<u>405,000</u>	<u>449,632</u>

Cathedral	Unlisted investments £	Investment property £	Investment in subsidiary £	Total 2022 £
Cost				
At beginning of year	50,568	405,000	1	455,569
Net movement in market value	(5,936)	-	-	(5,936)
At end of year	<u>44,632</u>	<u>405,000</u>	<u>1</u>	<u>449,633</u>

The Cathedral's investment in subsidiary consists of its shareholding of 1 ordinary share in Truro Cathedral Limited, a wholly owned subsidiary of the Cathedral. Further details are provided in note 15.

The property known as the Old Cathedral School was valued by Miller Commercial Valuers Limited on an open market basis in a report dated 25 April 2018. Other investment property was valued during the year ended 31 December 2015 by Vickery Holman Chartered Surveyors, and Millers Estate Agents, on an open market value basis. It is the Chapter's policy to revalue investment property every five years.

Included within investment property is a long leasehold property with a value as at 31 December 2022 of £25,000 (2021: £25,000).

Truro Cathedral

Notes

(forming part of the financial statements)

14 Investments - continued

2021 Detail

Group	Unlisted investments £	Investment property £	Total 2021 £
Cost			
At beginning of year	44,253	405,000	449,253
Additions			
Net movement in market value	6,315	-	6,315
At end of year	50,568	405,000	455,568

Cathedral	Unlisted investments £	Investment property £	Investment in subsidiary £	Total 2021 £
Cost				
At beginning of year	44,253	405,000	1	449,254
Net movement in market value	6,315	-	-	6,315
At end of year	50,568	405,000	1	455,569

15 Truro Cathedral Limited

The Cathedral's wholly owned trading subsidiary, Truro Cathedral limited is incorporated in England and Wales (company number 04917372) and pays all of its taxable profits to the Cathedral via gift aid. The financial statements for the year ended 31 December 2022 were audited and the audit report was unqualified.

A summary of the trading results are shown below:

	2022 £	2021 £
Turnover	303,563	231,553
Government grants	26,179	77,824
Cost of sales and administrative expenses	(349,170)	(231,580)
Interest payable	(7,396)	(1,881)
Net profit/(loss)	(26,824)	75,916
Retained losses brought forward	(7,485)	(83,401)
Gift aid to Cathedral		
Retained losses carry forward	(34,309)	(7,485)

Truro Cathedral

Notes

(forming part of the financial statements)

15 Truro Cathedral Limited - continued

The assets and liabilities of the subsidiary were:	2022 £	2021 £
Fixed assets	80,361	79,628
Current assets	83,439	89,917
Current liabilities	(60,933)	(39,853)
Liabilities due after more than one year	(137,176)	(137,176)
 Total net liabilities	 (34,309)	 (7,484)
 Aggregate share capital and reserves	 (34,309)	 (7,484)

16 Debtors

	Group 2022 £	2021 £	Cathedral 2022 £	2021 £
Amounts owed by Truro Cathedral Ltd	-	-	149,080	7,042
Trade debtors	40,727	13,864	38,270	13,864
Other debtors	154,701	575,349	159,717	574,528
Prepayments and accrued income	16,752	31,192	14,046	31,192
	<hr/> 212,180	<hr/> 620,405	<hr/> 361,113	<hr/> 626,626

17 Liabilities due within one year

	Group 2022 £	2021 £	Cathedral 2022 £	2021 £
Bank overdraft				
Trade creditors	80,948	40,701	69,714	27,895
Taxation and social security	27,924	9,150	11,494	7,315
Value added tax	13,546	74,143	13,546	61,761
Other creditors	12,678	10,389	11,634	10,389
Accruals and deferred income	80,224	43,243	69,414	38,054
Mortgage	49,007	362,853	49,007	362,853
	<hr/> 264,327	<hr/> 540,479	<hr/> 224,809	<hr/> 508,267

Truro Cathedral

Notes

(forming part of the financial statements)

18 Liabilities due after more than one year

	Group		Cathedral	
	2022	2021	2022	2021
	£	£	£	£
Mortgage	216,342	237,686	216,342	237,686

The balance comprises three loans. Two loans are repayable on an instalment basis over 20 years. The first loan, for £404,550, commenced in December 2014. The other loan is for £650,000. This loan commenced in December 2015 and had an initial repayment holiday of 24 months. The borrowings are secured on specified freehold properties. The loans carry interest rates of 2.66% and 2.3% above the base rate respectively. The third loan for £30,000 commenced during 2020 and is repayable over 3 years. This loan is interest free and no security is held.

These loans are repayable as follows:

	2022	2021
	£	£
In one year or less	49,007	362,853
Between one and two years	19,740	61,640
Between two and five years	57,869	176,046
In five years or more	138,733	-
	<u>216,342</u>	<u>600,539</u>

The above ageing reflects the significant repayment of borrowing in 2022 following the receipt of funds from the sale of a property.

Truro Cathedral

Notes

(forming part of the financial statements)

Unrestricted funds

Group	At beginning of year	Income	Expenditure	Gains	Transfers	At end of year
	£	£	£	£	£	£
Designated funds						
Property Fund	479,461	-	(32,321)	-	-	447,140
Cathedral Music Fund		209,387	(271,227)	-	61,840	-
Thanksgiving Fund	2	-	-	-	-	2
Bailey Fund	125,000	-	-	-	(125,000)	-
	<u>604,463</u>	<u>209,387</u>	<u>(303,548)</u>	<u>-</u>	<u>(63,160)</u>	<u>447,142</u>
Common Fund	110,527	939,294	(703,744)	-	(286,000)	60,077
	<u>714,990</u>	<u>1,148,681</u>	<u>(1,007,292)</u>	<u>-</u>	<u>(349,160)</u>	<u>507,219</u>
Cathedral						
	£	£	£	£	£	£
Designated funds						
Property Fund	479,461	-	(32,321)	-	-	447,140
Cathedral Music Fund	-	209,387	(271,227)	-	61,840	-
Stewart & Hilda Jenkin	2	-	-	-	-	2
Thanksgiving Fund						
Bailey Fund	125,000	-	-	-	(125,000)	-
	<u>604,463</u>	<u>209,387</u>	<u>(303,548)</u>	<u>-</u>	<u>(63,160)</u>	<u>447,142</u>
Common Fund	118,012	637,781	(375,405)	-	(286,000)	94,388
	<u>722,475</u>	<u>847,168</u>	<u>(678,953)</u>	<u>-</u>	<u>(349,160)</u>	<u>541,530</u>

For details of transfers please see note 20.

Truro Cathedral

Notes

(forming part of the financial statements)

19 Unrestricted funds - continued

2021 Detail

Group	At beginning of year	Income	Expenditure	Gains	Transfers	At end of year
	£	£	£	£	£	£
Designated funds						
Property Fund	770,733	-	(31,603)	61,342	(321,011)	479,461
Cathedral Music Fund	-	168,591	(273,029)	-	104,438	-
Stewart & Hilda Jenkin	-	-	-	-	-	-
Thanksgiving Fund	2	-	-	-	-	2
Bailey Fund	-	125,000	-	-	-	125,000
	<u>770,735</u>	<u>293,591</u>	<u>(304,632)</u>	<u>61,342</u>	<u>(216,573)</u>	<u>604,463</u>
Common Fund	<u>(210,967)</u>	<u>697,363</u>	<u>(347,643)</u>	<u>-</u>	<u>(28,226)</u>	<u>110,527</u>
	<u>559,768</u>	<u>990,954</u>	<u>(652,275)</u>	<u>61,342</u>	<u>(244,799)</u>	<u>714,990</u>
	At beginning of year	Income	Expenditure	Gains	Transfers	At end of year
	£	£	£	£	£	£
Designated funds						
Property Fund	770,733	-	(31,603)	61,342	(321,011)	479,461
Cathedral Music Fund	-	168,591	(273,029)	-	104,438	-
Stewart & Hilda Jenkin	-	-	-	-	-	-
Thanksgiving Fund	2	-	-	-	-	2
Bailey Fund	-	125,000	-	-	-	125,000
	<u>770,735</u>	<u>293,591</u>	<u>(304,632)</u>	<u>61,342</u>	<u>(216,573)</u>	<u>604,463</u>
Common Fund	<u>(127,566)</u>	<u>404,256</u>	<u>(130,452)</u>	<u>-</u>	<u>(28,226)</u>	<u>118,012</u>
	<u>643,169</u>	<u>697,847</u>	<u>(435,084)</u>	<u>61,342</u>	<u>(244,799)</u>	<u>722,475</u>

Truro Cathedral

Notes

(forming part of the financial statements)

20 Restricted funds

Group and Cathedral	At beginning of year	Income	Expenditure	Gains	Transfers	At end of year
	£	£	£	£	£	£
Property Fund	1,388,796	-	-	-	-	1,388,796
Fabric Fund	43,507	3,045	(19,698)	(5,937)	-	20,917
Dean Lloyd Fabric						
Expendable Endowment	121,972	-	-	-	-	121,972
Cathedral Roof fund		1,085	(24)	-	-	1,061
Inspire Cornwall Fund	11,220	863	-	-	-	12,083
National Lottery Heritage Fund	6,490	75,053	(82,143)	-	-	(600)
Church Commissioners						
Other Restricted Funds	155,668	463,862	(598,844)	-	389,160	409,846
Future Roof improvements Fund	140,000	-	-	-	(40,000)	100,000
	<u>1,867,653</u>	<u>543,908</u>	<u>(700,709)</u>	<u>(5,937)</u>	<u>349,160</u>	<u>2,054,075</u>

Transfers

	Unrestricted funds	Designated funds	Restricted funds	Total 2022
	£	£	£	£
Church Commissioners Funding	-	-	-	-
Truro Cathedral Music Fund	-	61,840	-	61,840
Designated Fund Properties	-	-	-	-
Restricted Fund Properties	-	-	(40,000)	(40,000)
Cathedral Sustainability Funds	-	-	-	-
Other Restricted Funds	-	-	389,160	389,160
Other Designated Funds	-	(125,000)	-	(125,000)
General Fund	(286,000)	-	-	(286,000)
	<u>(286,000)</u>	<u>(63,160)</u>	<u>(349,160)</u>	<u>-</u>

The above transfers represent support provided towards projects that have needed additional finance to cover their full costs. In some instances this is where apportionment of shared overhead costs have not been met by the funder.

The transfer from the other designated funds represents the transfer of the Bailey Fund which was agreed with the donor.

The transfer within the restricted funds represent the movement of £20,000 from the Duke of Cornwall Benevolent fund and £20,000 from the HB Allen Charitable Trust granted for the Delabole slate roof of St Mary's Aisle.

2021 Detail

Group and Cathedral	At beginning of year	Income	Expenditure	Gains	Transfers	At end of year
	£	£	£	£	£	£
Property Fund	1,375,000				13,796	1,388,796
Fabric Fund	59,079	13,913	(34,628)	5,143		43,507
Dean Lloyd Fabric						
Expendable Endowment	121,972					121,972
Cathedral Roof fund	(21,830)	1,458	(2,455)		22,827	
Inspire Cornwall Fund	10,295	925				11,220
National Lottery Heritage Fund	59,691	445,808	(499,009)			6,490
Church Commissioners		273,962	(288,059)		14,097	
Other Restricted Funds	79,805	140,976	(120,364)	1,172	54,079	155,668
Future Roof improvements fund	-	-	-	-	140,000	140,000
	<u>1,684,012</u>	<u>877,042</u>	<u>-944,515</u>	<u>6,315</u>	<u>244,799</u>	<u>1,867,653</u>

Truro Cathedral

Notes

(forming part of the financial statements)

21 Endowment Fund

Group and Cathedral

£

At the beginning and end of the year

60,000

22 Net assets by fund

Group	Unrestricted £	Restricted £	Endowment £	Total 2022 £
Tangible assets	1,110,546	1,008,795	-	2,119,341
Investments	6,505	443,128	-	449,633
Current assets	-	602,152	60,000	662,152
Current liabilities	(393,490)	-	-	(393,490)
Non-current liabilities	(216,342)	-	-	(216,342)
	<u>507,219</u>	<u>2,054,075</u>	<u>60,000</u>	<u>2,621,294</u>

Cathedral	Unrestricted £	Restricted £	Endowment £	Total 2022 £
Tangible assets	1,030,186	1,008,796	-	2,038,982
Investments	6,505	443,128	-	449,633
Current assets	-	602,151	60,000	662,151
Current liabilities	(278,818)	-	-	(278,818)
Non-current liabilities	(216,343)	-	-	(216,343)
	<u>541,530</u>	<u>2,054,075</u>	<u>60,000</u>	<u>2,655,605</u>

2021 Detail

Group	Unrestricted £	Restricted £	Endowment £	Total 2021 £
Tangible assets	1,118,791	1,008,796	-	2,127,587
Investments	15,875	439,693	-	455,568
Current assets	358,489	419,164	60,000	837,653
Current liabilities	(540,479)	-	-	(540,479)
Non-current liabilities	(237,686)	-	-	(237,686)
	<u>714,990</u>	<u>1,867,653</u>	<u>60,000</u>	<u>2,642,643</u>

Cathedral	Unrestricted £	Restricted £	Endowment £	Total 2021 £
Tangible assets	1,039,163	1,008,796	-	2,047,959
Investments	153,052	439,693	-	592,745
Current assets	276,213	419,164	60,000	755,377
Current liabilities	(508,267)	-	-	(508,267)
Non-current liabilities	(237,686)	-	-	(237,686)
	<u>722,475</u>	<u>1,867,653</u>	<u>60,000</u>	<u>2,650,128</u>

Truro Cathedral

Notes

(forming part of the financial statements)

23 Reconciliation of net income to net cash flow from operating activities

	2022	2021
	£	£
Net income/(expenditure) for the reporting period (as per the SOFA)	(21,349)	338,863
Adjustments for:		
Depreciation charges and profit or loss on disposal	(17,626)	-40,409
(Gain)/Losses on investments	5,937	-6,315
Decrease/(increase) in stock	10,895	4,174
Income from property and investments	(47,331)	(32,650)
Increase in debtors	(38,056)	(132,168)
Decrease in creditors	297,498	(55,745)
Net cash generated by/(used in) operating activities	189,968	75,750

An amount of £60,000 is held in an endowment fund and the capital is not available for use.

24 Pension schemes Clergy

Staff

All clergy staff are paid by the Church Commissioners, participating in the Church of England Funded Pensions Scheme for stipendiary clergy. Truro Cathedral is not responsible for paying the stipends and pension contributions for these individuals and accordingly makes no adjustments in its financial statements in respect of the pension scheme deficit liability as required by FRS 102.

Lay Staff

Truro Cathedral participates in the Pension Builder Scheme section of the Church Workers Pension Fund for lay staff. The Scheme is administered by the Church of England Pensions Board, which holds the assets of the schemes separately from those of the Truro Cathedral and the other participating employers.

The Church Workers Pension Fund has a section known as the Defined Benefits. Scheme, a deferred annuity section known as Pension Builder Classic and a cash balance section known as Pension Builder 2014.

Church Workers Pension Fund (CWPF)

EMPLOYER participates in the Pension Builder Scheme section of CWPF for lay staff. CWPF is administered by the Church of England Pensions Board, which holds the CWPF assets separately from those of the Employer and other participating employers.

CWPF has two sections:

1. The Defined Benefits Scheme
2. The Pension Builder Scheme, which has two subsections;
 - a. a deferred annuity section known as Pension Builder Classic, and,
 - b. a cash balance section known as Pension Builder 2014.

Truro Cathedral

Notes

(forming part of the financial statements)

Pension Builder Scheme

Both sections of the Pension Builder Scheme are classed as defined benefit schemes.

Pension Builder Classic provides a pension, accumulated from contributions paid and converted into a deferred annuity during employment based on terms set and reviewed by the Church of England Pensions Board from time to time. Discretionary increases may also be added, depending on investment returns and other factors.

Pension Builder 2014 is a cash balance scheme that provides a lump sum which members use to provide benefits at retirement. Pension contributions are recorded in an account for each member. Discretionary bonuses may be added before retirement, depending on investment returns and other factors. The account, plus any bonuses declared is payable, unreduced, from age 65.

There is no sub-division of assets between employers in each section of the Pension Builder Scheme.

The scheme is considered to be a multi-employer scheme as described in Section 28 of FRS 102. This is because it is not possible to attribute the Pension Builder Scheme's assets and liabilities to specific employers and means that contributions are accounted for as if the Scheme were a defined contribution scheme. The pensions costs charged to the SoFA in the year are the contributions payable (2022: £21,180 2021: £20,085).

A valuation of the Pension Builder Scheme is carried out once every three years. The most recent valuation was carried out as at 31 December 2019. The next valuation is due as at 31 December 2022.

For the Pension Builder Classic section, the valuation revealed a deficit of £4.8m on the ongoing assumptions used. At the most recent annual review, the Board chose to grant a discretionary bonus of 10.1% following improvements in the funding position over 2022. There is no requirement for deficit payments at the current time.

For the Pension Builder 2014 section, the valuation revealed a surplus of £5.5m on the ongoing assumptions used. There is no requirement for deficit payments at the current time.

The legal structure of the scheme is such that if another employer fails, EMPLOYER could become responsible for paying a share of the failed employer's pension liabilities.

24 Commitments

As part of its support for the Cathedral Choir, the Chapter has agreed to pay the school fees charged by Truro School in respect of a number of choristers. If Chapter were to recruit no further choristers, the total commitment would be £278,780 (2021: £273,162).

Truro Cathedral

Notes

(forming part of the financial statements)

25 Associated Entities not controlled by the Chapter

The accounts of these entities may be summarised as follows:

	Truro Cathedral School Ltd	The Friends of Truro Cathedral
	31 July 2022	31 December 2022
	£	£
Income and Expenditure		
Gross Income	12,908	21,062
Net surplus before payments to Cathedral	12,908	6,047
Amount payable to Cathedral		12,664
Net (deficit)/surplus after payments to Cathedral	12,908	6,047
Balance Sheet		
Gross assets	157,990	22,817
Net liabilities	(1,631)	-

The Truro Cathedral School Limited accounts were the subject of an unqualified audit report.

The Friends of Truro Cathedral accounts did not require a statutory audit.

26 Related party transactions

The Friends of Truro Cathedral

The Friends of Truro Cathedral donated a total of £12,664 (2021:£Nil) to the Cathedral for specific purposes connected with music and other facilities.

Truro Cathedral School Limited

A grant of £Nil (2021: £86,192) was received in the year for the education of Cathedral Choristers.

27 Operating leases financial commitments - Group and Cathedral

At 31 December 2022, the group had outstanding commitments for future minimum lease payments under non-cancel be operating leases which fall due as follows:

	2022	2021
	£	£
<i>Other operating leases</i>		
Within one year of the balance sheet date	3,651	5,744
In the second to fifth years inclusive of the balance sheet date	12,779	-
	<u>16,430</u>	<u>5,744</u>