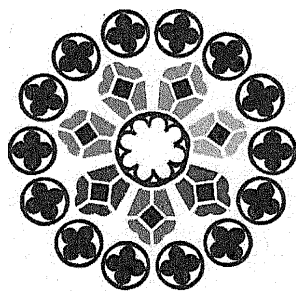


Financial statements

For the year ended 31 December 2023

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



**Truro
Cathedral**

sacred space, common ground

Truro Cathedral

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Truro Cathedral

Annual Report

For the year ended 31 December 2023

REFERENCE AND ADMINISTRATIVE INFORMATION

Registered Charity Number 1207821 from 12th April 2024

Cathedral Council

Dr Pat McGovern
Mr Robert Perry (Lay Canon)
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
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 2023 to the date of approval of the annual report and financial statements were as follows:

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
Fr. Simon Robinson

Canon Chancellor
Canon Precentor (until 31st March 2024)
Chapter Canon
Senior Non-Executive Member
Chapter Canon
Chapter Canon
(Until 29th March 2023)
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 2023

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) Fr S Robinson Mr R Perry Mr A Starr (Resigned 18 th April 2024) Mr T Smith (Resigned 10 October 2023) The Reverend Canon Alan Bashforth (Appointed 24 th July 2024)
Fabric Advisory Committee:	Fr S Robinson 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 2023

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

Truro Cathedral

Annual Report

For the year ended 31 December 2023

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 2023 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.

Risk	Mitigation
Income & Cashflow - insufficient funds to meet expenditure needs	<ul style="list-style-type: none">• Regular reviews of the financial position, cashflow projections.• Fundraising, Giving and Events revenues all good / improving.• TCL being made dormant.• Financial recovery plan in development.• Departmental budget responsibility.• Financial forecasting system in place.• Budgets are monitored by the finance committee.• Departmental budgets in place.• Budget autonomy revoked to senior level.• Regular Investment information from CCLA raising awareness of timescales.• Information sheet developed for use with future donors to music endowment fund.
Staff & Volunteers - insufficient human resource	<ul style="list-style-type: none">• Regular meetings between line managers and subordinates.• Free and open discussion welcomed.• Multiple routes of communication available.• Collaborative working to find the best uses of time.• Agreed priorities and support available where appropriate.• A stronger line on adherence to working hours encouraged, out of hours working discouraged.• Canon Precentor has retired leaving one residentiary clergy position vacant.

Risk management continued

Truro Cathedral

Governance Structure - Risk of not delivering strategic objective

- Monthly reviews at SMT of progress towards objectives for the year with supplementary reports to each Chapter meeting.
- Each objective has designated ownership.
- The owner ensures progress through good working systems with colleagues and subordinates.
- Insufficient capacity at SMT level to progress Organisational objectives

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

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.

Truro Cathedral

Annual, Report

For the year ended 31 December 2023

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.

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.

Truro Cathedral

Annual Report

For the year ended 31 December 2023

Introduction - (Simon Robinson, Dean of Truro)

Welcome to this annual report for the year ending 31st December 2023

Truro Cathedral was built to the glory of God for everyone who lives in and loves this amazing land. The cathedral is a place of prayer, worship, encounter with God, service into the community and mission and outreach. Truro Cathedral means many things for many people. We are blessed with a beautiful and historic building with many treasures embedded in the very walls of the cathedral. The cathedral strives to be a place of welcome and hospitality, not just for the Christian community.

WE are the stewards of this great place and the traditions of prayer and worship inherent in our daily lives. 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. We are now a registered charity and accountable to the Church Commissioners and to the Charity Commission. We are co-regulated by these two important charitable organisations. At the core of our decision making must be a commitment to reflect on what benefit we bring to the public.

This report represents much of life, from worship, prayer, education, social outreach, safeguarding and 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 governance scrutiny, decision making and accountability. Every policy and procedure or is being reviewed in order that we work within a highly principled and ethical stance. We are making progress financially however, you will see that the finances of the cathedral remain a significant challenge and remains our highest risk. 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 in this place at this time.

These words from St Paul remain as important today as they did when St Paul himself stated them: **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: James Anderson- Besant)

In December 2022, it was announced that Christopher Gray would be leaving Truro at Easter 2023 to take up the prestigious post of Director of Music at St John's College, Cambridge. Christopher has tirelessly dedicated 22 years of service to Truro's music department, and I would like to start by thanking him for everything he has brought to the Cathedral. It is hard to sum up the scope of his contributions: his work has developed the choir's renowned musical standards, expanded the breadth of musical opportunities for singers in Cornwall, and his vision has sustained and enriched the cathedral's musical tradition. Generations of choristers, lay vicars and choral scholars have been nurtured by his skilful direction. Perhaps a particular achievement is the wonderful girl chorister programme, sitting equally alongside our boy chorister programme since 2015.

Truro Cathedral

Annual Report

For the year ended 31 December 2023

A testament to Christopher Gray's work was seen in February 2023, when it was announced that girl choristers from Truro would be part of the choir for the Coronation of King Charles III and Queen Camilla in Westminster Abbey in May. This is a mark of the highest



standing in which the choir is held in the country. Making history as some of the first female choristers ever to sing at a British Coronation, the girls spent many hours preparing and rehearsing in London in advance of the once-in-a-generation event. They were extraordinary ambassadors for the Cathedral and for Cornwall, and I have no doubt that it is an experience they will remember with pride for the rest of their lives.

The start of 2023 also included the boy choristers' annual 'Cushion Concert', tied in with the Chorister Experience Day. The choir hosted another 'MegaZoom' assembly, reaching hundreds of children in schools across Cornwall. In March, the choristers joined the Cornwall Chamber of Commerce for their 'Big Breakfast' networking event at the Alverton Hotel. The 100+ members learned about the educational pathway behind the choristership, the leadership skills it develops and their world-class reputation.

After Christopher's farewell spring concert and final services on Easter Day, the boy choristers and adults set off on a trip to the Isles of Scilly, which included singing an arrangement of the sea shanty 'The Mermaid' in The Mermaid pub! As always, the audiences were extremely appreciative. Following the Easter holiday, Assistant Director of Music Andrew Wyatt ran the choir for half a term before I had the privilege of starting as Director of Music in June. I am very grateful to Andrew for all his expertise, advice and guidance as I have settled into the role.



It is a joy to work within the cathedral. Our music can be listened to by anyone, of any faith, up to seven times a week, at no charge – an incredibly valuable 'public good' and one that relies entirely on a team effort musically, educationally, pastorally and financially.

I am hugely lucky to work with such a dedicated team of singers, organists, singing teachers, assistants (both staff and volunteers), chorister parents and choir supporters. The choir's choristerships offer an outstanding education - I am therefore very grateful to every single sponsor and donor – it is wonderful to see the team approach to sustaining the choir financially, with different people giving in different ways. My thanks also go to the Duke of Cornwall's Benevolent Fund, the Headley Trust and the Worshipful Company of Saddlers for their support of choristerships and scholarships at Truro. I would like to thank Judith Field, the Fundraising Lead, for her work to secure grants from the above trust, and chorister parent Sarah McLachlan for administering the Sponsor a Chorister scheme and the 'friends and patrons' scheme, Truro Cathedral Music (TCM).



Truro Cathedral

Annual Report

For the year ended 31 December 2023

When I arrived in Truro in June 2023, I barely had time to get to know the choir before the summer concert, two weeks later. The professionalism and commitment of the choir impressed me immediately, as they rehearsed a programme including Parry's *'I was glad'* and Walton's *'Coronation Te Deum'*.

It was then very exciting to be invited to St Ives in July to sing for and meet Their Majesties the King and Queen. Our music included Russell Pascoe's setting of the Lord's Prayer in Cornish *'Pader in arleth'*.

After a well-earned summer break, the choir began again in September. We were delighted to welcome and install a full complement of 10 new choristers, 6 choral scholars, one organ scholar, and one lay vicar.



During Autumn half-term, the girl choristers went on tour, singing at St George's Chapel, Windsor, and Salisbury Cathedral. They also joined the back rows of the renowned choirs of New College, Oxford, and St John's College, Cambridge for Evensong – a wonderful privilege and a lovely chance to catch up with Christopher Gray too. Then it was back to Truro for All Souls-tide and Remembrance Sunday. On 5th November, the full choir sang Fauré's *'Requiem'*, followed by Duruflé's *'Requiem'* on Sunday 12th.

An extremely busy December soon followed, with the Christmas Concert and a cascade of services that included Truro's historic 'Nine Lessons and Carols' and Midnight Mass. The boy choristers also performed their annual Christmas Concert in St Mawes Methodist Church for the Tresanton Hotel.



Truro Cathedral

Annual Report

For the year ended 31 December 2023

It has been wonderful over the past months to build a rapport with the choir and start to work towards a unity of style. Underlying all of what we do is our daily routine, rehearsing with the choristers every weekday morning in term time at 8:00am, and singing seven services a week, six with the lay vicars and choral scholars. I am in awe of the commitment of everyone in the choir, and of all the families who sacrifice so much so that their children can access the chorister education. Thank you to everyone who continues to contribute in skill, time, or through financial support towards this amazing tradition, unique in Cornwall.

James Anderson- Besant, Director of Music



Truro Cathedral

Annual Report

For the year ended 31 December 2023

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

In June of 2023 Rachel Freschini ended her role as Education and Interpretation Officer to pursue a new career. In light of this, and as the current grant funding had ended, the decision was taken not to fill the post, at this time.

Revd Canon Elly Sheard took on the work with schools and we welcomed many schools during the successful Gaia installation during October. The total number of children who had formal visits to the Cathedral during the Autumn term 2023 was 1,635, across 27 schools. This does not include the substantial numbers who visited during half term or at other times but not with schools. In addition, we held four school carol services in December 2024 which had a combined attendance of 1,800 pupils, staff and parents.

Future outreach to schools will be by self-guided visit, the resources for which are being developed.

Adult education courses did not run in 2023 but there is an ambition to resume this work in 2024.

Canon Alan Bashforth

Safeguarding - (Head: Canon Alan Bashforth)

At the time of the writing of this report most of the safeguarding determinations have been successfully addressed and there is a wide appreciation of the improvements that have been made in the safeguarding work of the Cathedral. The two remaining actions require wider and in the second case national input.

The first is that the Chapter Lead is held to account through key performance measures such as compliance with training, vetting and case management.

The second, that the Chapter lead for safeguarding must review the capacity and capability of the safeguarding team and arrangements with the diocese, to ensure that the team is properly resourced and empowered to deliver a robust response to any emerging issues. It should clarify the relationship with the Diocese to ensure that boundaries are clear, and vulnerabilities minimized. This should be carried out with external specialist support.

Both to some extent feed into wider realms of safeguarding work and practice or the wider life of the cathedral.

To some extent the KPI work has been waiting for national guidance and circulated with this report is an email from the NST providing details of the work that they have done on National Standards.

Discussions have taken place at Chapter about the need to restructure the cathedral team and clarify roles. Dealing therefore with the second outstanding determination will need to be played out in that thinking. The INEQE audit outlined below will also no doubt focus thinking on these.

In October 2023 the Cathedral alongside the diocese received a visit from the INEQE independent Safeguarding Auditors. INEQE are the successor body to the SCIE, to begin the next round of safeguarding audits of dioceses and cathedrals. The visit was a fact-finding tour for them and during the course of their visit those involved in safeguarding in the senior management team of the cathedral were interviewed by them. The audit itself took place in April 2024 and the report and its recommendations were published in 2nd July 2024. The response to the recommendations is now being considered by Chapter.

In response to an incident, we were forced to take the unusual step of abandoning a Sunday 10am service due to safeguarding concerns. In response we have reviewed the actions taken on the day and further identified from this the need for a proportion of staff to undertake Security Industry Association training. Grant Funding was given by the Commissioners Community Grant Scheme (an initiative of the Police and Crime Commissioner) for near to £5000 to enable 10 staff to receive this training. These situations will always bring challenges to us, but keeping the congregation, staff and volunteers safe is always our priority.

Alan Bashforth, Canon Chancellor

Truro Cathedral

Annual Report

For the year ended 31 December 2023

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.

2023 felt like the first 'normal' year we had had in a while. The events programme was busy with regular bookings and plenty of new bookings added into the mix of various kinds. We organised and delivered our first 'showstopper' cathedral event 'Gaia' in 2023. The activities programme began but did not go as planned leading to a further restart in 2024. The Gaia event was the highlight of the year for many in the team and provided a needed boost to cathedral finances delivering a significant financial contribution performing far in excess of target, bringing new audiences to the cathedral, and building social capital. Off the back of the success of Gaia the Chapter committed to bringing 'Mars' to the cathedral in 2025. We hope to add a second showstopper event in 2025 too.

Further restructuring took place in 2023 along with a relaunch of the retail and catering offers. Unfortunately, neither of these proved viable, and by the end of 2023 the decision had been taken to cease these operations until more time was available to scope a relaunched catering and retail offer in the future. We lost our operations manager mid-2023 seeing a delay in some of the projects we had hoped to launch. A successor was appointed after the summer with a substantial onboarding process. We will see the full benefits of this in 2024. The cathedral events team created in 2022 now consists of over thirty team members who provide an invaluable resource to support our growing events programme.

Through our varied programme of worship, events and community activities the cathedral's reputation across Cornwall continues to grow well and regularly engages new audiences, many who may otherwise not have visited.

Throughout 2023 we continued discussions with the Diocese of Truro over a lease arrangement in the Old Cathedral School which would further enable closer working relationships between the cathedral and Diocesan teams. The lease came into effect from the end of September 2023, with the works taking place in early 2024 to prepare the space for occupancy. Unfortunately a long-standing tenant, IsoSpaces, went into administration in early 2023 leaving an unpaid debt. The successor tenant Rothbridge Investment undertook to take on the lease from May 2023 but due to unpaid rents they were evicted as a bad debtor in 2024. The Old Cathedral School has seen some reconfiguration around a smaller team and different ways of working through 2023 and 2024.

During the year the needed renovation of St Mary's Aisle began thanks to the cathedral securing external funding for the project from a raft of funders. The external works were completed in 2023 with the internal works underway in spring 2024. Fundraising with trusts and foundations for the next capital project, improving accessibility has been underway for some months, but has been challenging to source.

A great deal of work has been undertaken on policy, systems and process throughout the period. This essential work is challenging to complete when the team works within limited capacity and resources but is essential work which must take place and continue to be reviewed and updated.

Continued development of relationships and partnerships took place throughout 2023 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, the Mayor of Truro, Cornwall Playhouse, the Royal Cornwall Museum, ASONE Hub, and Truro BID.

Sean O'Neill, Chief Operating Officer

Truro Cathedral

Annual Report

For the year ended 31 December 2023

Five year summary of key figures

	2019	2020	2021	2022	2023
	£'000	£'000	£'000	£'000	£'000
Net (outgoing)/incoming resources	(322.3)	30.7	271.2	(15.4)	(163)
Investment and property gains/(losses)	(1.3)	(83.5)	67.7	(5.9)	(33.4)
Increase/(decrease) in funds	(323.6)	(52.8)	338.9	(21.3)	(196.4)
Total funds at the year end	2,356.6	2,303.8	2,642.6	2,621.3	2,424.3

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 aside 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 2023 to be at least £650,355. 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 2023 is £49,407, 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.

Fr. Simon Robinson – Dean



Date: 29.10.2024

Truro Cathedral

Annual Report

For the year ended 31 December 2023

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 2023

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 2023 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 2023, 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 2023

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 2023

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 Auditor
10 Queen Street Place
London
EC4R 1AG

Date: 15 Nov 2024

Truro Cathedral

Consolidated statement of financial activities

For the year ended 31 December 2023

	Notes	Unrestricted general funds £	Designated funds £	Restricted funds £	Endowment funds £	Total 2023 £	Total 2022 £
Income and endowments from:							
Donations and legacies		304,252	77,195	115,354	-	496,801	386,007
Grants in support of mission		-	38,000	640,985	-	678,985	759,316
Charitable activities		161,940	-	245,337	-	407,277	138,443
Other trading activities		137,166	20,629	-	-	157,795	359,829
Investments		50,910	-	2,061	-	52,971	47,331
Other income		57,976	-	-	-	57,976	1,664
Total income	4	712,244	135,824	1,003,737	-	1,851,805	1,692,590
Raising funds	5	256,954	2,467	73,441	-	332,862	479,521
Ministry Cathedral and precincts upkeep	6	32,180	229,986	404,467	-	666,633	696,823
Education and outreach	6	290,083	-	666,108	-	956,191	462,700
	6	104	52,601	6,957	-	59,662	68,958
Total expenditure		579,321	285,054	1,150,973	-	2,015,348	1,708,002
before investment gains		132,923	(149,229)	(147,236)	-	(163,542)	(15,412)
Unrealised gains/(losses) on investments		(15,000)	-	(18,454)	-	(33,454)	(5,937)
Realised gains on sale of assets		-	-	-	-	-	-
Net income/(expenditure) the year		117,923	(149,229)	(165,690)	-	(196,996)	(21,349)
Gross transfers between funds	20	(128,593)	119,386	9,207	-	-	-
Net movement in funds							
Reconciliation of funds:		(10,670)	(29,843)	(156,483)	-	(196,996)	(21,349)
Funds brought forward		60,077	447,142	2,054,075	60,000	2,621,294	2,642,643
Funds carried forward		49,407	417,299	1,897,592	60,000	2,424,298	2,621,294

Balance sheets

Truro Cathedral

As at 31 December 2023

	Notes	Consolidated		Cathedral	
		2023 £	2022 £	2023 £	2022 £
Fixed assets					
Tangible assets	12	1,669,377	2,119,342	1,590,561	2,038,982
Investments	14	848,179	449,633	848,179	449,633
Total fixed assets		2,517,556	2,568,975	2,438,740	2,488,615
Current assets					
Assets held for sale					
Stocks		43,001	43,001	-	-
Debtors	16	286,669	212,180	496,514	361,113
Cash at bank and in hand		139,679	277,808	131,025	247,029
Total current assets		469,349	532,989	627,539	608,142
Liabilities due within one year					
Creditors	17	(353,798)	(264,327)	(334,783)	(224,809)
Net current assets		115,551	268,662	292,756	383,333
Total assets less current liabilities					
		2,633,107	2,837,637	2,731,496	2,871,948
Liabilities due after more than one year					
Creditors	18	(208,809)	(216,343)	(208,809)	(216,343)
Net assets		2,424,298	2,621,294	2,522,687	2,655,605
Funds					
Unrestricted funds	19	49,407	60,077	147,796	94,388
Designated funds	19	417,299	447,142	417,299	447,142
Restricted funds	20	1,897,592	2,054,075	1,897,592	2,054,075
Endowment funds	21	60,000	60,000	60,000	60,000
Total funds	22	2,424,298	2,621,294	2,522,687	2,655,605

Approved by the Chapter and authorised for issue on the 25/09/2024

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 2023

		2023	2022
	Notes	£	£
Cash flows from operating activities			
Net cash generated from/(used in) operating activities	23	(209,544)	189,968
Cash flows from investing activities			
Rents received net of costs		46,973	43,430
Investment income received net of costs		5,998	3,891
Purchase of property, plant and equipment		-	(10,844)
Net cash provided by investing activities			40,007
Cash flows from financing activities:			
Repayments of borrowing		(64,056)	(344,431)
Additional borrowing received		82,500	-
Net cash (used in)/provided by financing activities		18,444	(344,431)
Change in cash and cash equivalents in the reporting period		(138,129)	(114,456)
Cash and cash equivalents at the beginning of the reporting period		277,808	163,352
Cash and cash equivalents at the end of the reporting period		139,679	277,808

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 2023, unrestricted general funds remains in a surplus position following the receipt of various grants and donations and stood at £49,407.

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. Accountancy 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.

Taxation

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

Truro Cathedral

Notes

(forming part of the financial statements)

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 2023.

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. Refer to note 14 explaining adjustments made to investment property during the period.

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)

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.

The key estimates and assumptions made in these accounts are:

- Freehold properties are valued at the trustees' estimate which is based on cost/market valuation adjusted by published index to reflect changes since the last valuation.
- Investment properties are valued at trustees' estimate which is based on a market valuation completed by the property management company.

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:

	2023	2022
	£	£
Income	1,761,162	1,391,076
Gift aid from subsidiary	-	-
	<hr/> 1,761,162	<hr/> 1,391,076
Expenditure	(1,860,624)	(1,379,662)
Net gains/(losses) on investments	(33,454)	(5,937)
	<hr/>	<hr/>
Net income	(132,916)	5,477
Total funds brought forward	2,655,605	2,650,128
	<hr/>	<hr/>
Total funds carried forward	<u><u>2,522,689</u></u>	<u><u>2,655,605</u></u>
Represented by:		
General funds	147,798	94,388
Designated funds	417,299	447,142
Restricted funds	1,897,592	2,054,075
Endowment funds	60,000	60,000
	<hr/>	<hr/>
	<u><u>2,522,689</u></u>	<u><u>2,655,605</u></u>

Truro Cathedral

Notes

(forming part of the financial statements)

4 Income

	Unrestricted Funds	Designated Funds	Restricted Funds	Endowment Funds	Total 2023	Total 2022
	£	£	£	£	£	£
Donations and legacies						
Congregational collections and giving	157,417	58,226	12,260	-	227,903	241,375
Donations from Friends and local trusts	-	-	15,605	-	15,605	2,664
Other donations	131,835	8,969	87,489	-	228,293	116,968
Legacies	15,000	10,000	-	-	25,000	25,000
	<u>304,252</u>	<u>77,195</u>	<u>115,354</u>	<u>-</u>	<u>496,801</u>	<u>386,007</u>
Grants in support of mission						
Church Commissioners grants	-	-	144,235	-	144,235	288,125
National Lottery Heritage Fund grants	-	-	108,417	-	108,417	151,253
Truro Cathedral School Limited	-	-	-	-	-	-
Allchurches Trust grants	-	-	-	-	-	174,338
Government grants	-	-	-	-	-	-
St Mary's Aisle roof	-	-	-	-	-	-
Choir and Choristers grants	-	-	-	-	-	-
Other grants	-	38,000	388,333	-	426,333	145,600
	<u>-</u>	<u>38,000</u>	<u>640,985</u>	<u>-</u>	<u>678,985</u>	<u>759,316</u>
Charges and fees arising in the course of the mission						
Facility and other fees	<u>161,940</u>	<u>-</u>	<u>245,337</u>	<u>-</u>	<u>407,277</u>	<u>138,443</u>
Trading and fundraising						
Charges to visitors	654	-	-	-	654	808
Letting of cathedral and other buildings	24,542	-	-	-	24,542	19,604
Event income	-	20,629	-	-	20,629	16,575
Gross income from shop, restaurant and other trading activities	111,971	-	-	-	111,971	322,841
	<u>137,166</u>	<u>20,629</u>	<u>-</u>	<u>-</u>	<u>157,795</u>	<u>359,829</u>
	Unrestricted Funds	Designated Funds		Endowment Funds	Total 2023	Total 2022

Truro Cathedral

Notes

(forming part of the financial statements)

4 Income (continued)	Restricted Funds					
	£	£	£	£	£	£
Investments						
Income from investment property	46,973	-	-	-	46,973	43,340
Income from other investments	1,849	-	2,061	-	3,910	3,891
Interest receivable on short term deposits	2,088	-	-	-	2,088	100
	<u>50,910</u>	<u>-</u>	<u>2,061</u>	<u>-</u>	<u>52,971</u>	<u>47,331</u>
Other income						
Other items	57,976	-	-	-	57,976	1,665
	<u>712,245</u>	<u>135,825</u>	<u>1,003,737</u>	<u>-</u>	<u>1,851,807</u>	<u>1,692,590</u>

Truro Cathedral

Notes

(forming part of the financial statements)

4 Income - continued

2022 Detail

	Unrestricted funds £	Designated funds £	Restricted funds £	Total 2022 £
Donations and legacies				
Congregational collections and giving	158,089	59,473	23,813	241,375
Donations from Friends and local trusts	2,664	-	-	2,664
Other donations	75,554	7,067	34,347	116,968
Legacies	-	-	25,000	25,000
	<hr/>	<hr/>	<hr/>	<hr/>
	236,307	66,540	83,160	386,007
	<hr/>	<hr/>	<hr/>	<hr/>
Church Commissioners grants	-	-	288,125	288,125
National Lottery Heritage Fund grants	-	-	151,253	151,253
Truro Cathedral School Limited	-	-	-	-
All churches Trust grants	174,338	-	-	174,338
Government grants	-	-	-	-
St Mary's Aisle roof	-	-	-	-
Choir and Choristers grants	-	126,271	19,329	145,600
Other grants	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	174,338	126,271	458,707	759,316
	<hr/>	<hr/>	<hr/>	<hr/>
Charges and fees arising in the course of the mission				
Facility and other fees	138,443	-	-	138,443
	<hr/>	<hr/>	<hr/>	<hr/>
	<hr/>	<hr/>	<hr/>	<hr/>
Charges to visitors	808	-	-	808
Letting of cathedral and other buildings	19,604	-	-	19,604
Event income	-	16,576	-	16,576
Gross income from shop, restaurant and other trading activities	322,841	-	-	322,841
	<hr/>	<hr/>	<hr/>	<hr/>
	343,253	16,576	-	359,829
	<hr/>	<hr/>	<hr/>	<hr/>
Income from investment property	43,340	-	-	43,340
Income from other investments	1,849	-	2,042	3,891
Interest receivable on short term deposit	100	-	-	100
	<hr/>	<hr/>	<hr/>	<hr/>
	45,289	-	2,042	47,331
	<hr/>	<hr/>	<hr/>	<hr/>
Other income				
Other items	1,664	-	-	1,664
	<hr/>	<hr/>	<hr/>	<hr/>
Total income	<hr/>	<hr/>	<hr/>	<hr/>
	939,294	209,387	543,909	1,692,590

Truro Cathedral

Notes

(forming part of the financial statements)

5 Costs of raising funds

	Unrestricted funds £	Designated funds £	Restricted funds £	Total 2023 £	Total 2022 £
Raising funds					
Gross costs of shop, restaurant and other trading activities	148,550	-	-	148,550	328,802
Cost of fundraising and lettings	84,073	1,913	52,112	138,098	106,872
Support costs (note 9)	24,331	554	21,329	46,214	43,846
	<u>256,954</u>	<u>2,467</u>	<u>73,441</u>	<u>332,862</u>	<u>479,520</u>

2022 Detail

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

6 Expenditure on charitable activities

	Direct costs (note 7) £	Grant making costs (note 8) £	Support costs (note 9) £	Total 2023 £	Total 2022 £
Ministry	490,359	-	176,275	666,634	696,822
Cathedral and precincts upkeep	699,016	-	257,175	956,191	462,701
Education and outreach	45,778	-	13,884	59,662	68,958
	<u>1,235,153</u>	<u>-</u>	<u>447,334</u>	<u>1,682,487</u>	<u>1,228,481</u>

2022 Detail

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

Total irrecoverable VAT included above was £47,583 (2022: £27,027)

Truro Cathedral

Notes

(forming part of the financial statements)

7 Direct costs of charitable activities

	Total	Total
	2023	2022
	£	£
Ministry		
Clergy stipends and working expenses	187,925	158,468
Clergy housing costs	23,145	24,469
Clergy support costs	167	201
Services and music	278,970	297,190
	<hr/>	<hr/>
Total ministry direct costs	490,207	480,328
	<hr/> <hr/>	<hr/> <hr/>
Cathedral and precincts upkeep		
Major repairs and restoration	396,614	47,267
Maintenance and interior upkeep	236,900	224,553
Cathedral insurance	56,098	51,656
Precincts, security & gardens upkeep	3,229	2,448
	<hr/>	<hr/>
Total cathedral and precincts upkeep costs	692,841	325,924
	<hr/> <hr/>	<hr/> <hr/>
Education and outreach		
Choir school costs	43,932	5,473
Educational activities	1,998	1,329
	<hr/>	<hr/>
Total education and outreach costs	45,929	6,802
	<hr/>	<hr/>
Total direct costs	1,228,978	813,054
	<hr/> <hr/>	<hr/> <hr/>

8 Grant making

	Total	Total
	2023	2022
	£	£
Education and outreach		
Scholarships	-	44,430
	<hr/>	<hr/>
Total ministry direct costs	-	44,430
	<hr/> <hr/>	<hr/> <hr/>

Truro Cathedral

Notes

(forming part of the financial statements)

9 Support costs

	Costs of raising funds £	Charitable activities £	Total 2023 £
Staff costs and training	25,952	251,202	277,154
Other premises costs	5,966	57,748	63,714
Administration costs	3,720	36,013	39,733
Finance and .IT costs	2,657	25,717	28,374
Governance costs	7,919	76,653	84,572
	<u>46,214</u>	<u>447,333</u>	<u>493,547</u>
2022 Detail			
	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>

Support costs are stated after charging audit fees of £22,000 (2022: £9,214). Support costs are allocated on the basis of direct expenditure in each activity.

10 Employees and office holders

	Clergy £	Lay staff £	Total 2023 £
Wages and salaries, including stipends	115,868	510,198	626,066
Social security costs	10,013	29,002	39,015
Pension costs	39,502	16,417	55,919
	<u>165,383</u>	<u>555,617</u>	<u>721,000</u>

2022 Detail

	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>

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	
	2023	2022	2023	2022
Fundraising	1	1	1	1
Charitable activities:				
Clergy	3	3	3	3
Lay staff	13	16	9	11
Support and administration	25	16	16	12
Trading activities	6	13	3	9
	48	49	32	36

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	30,363	7,127	37,490
The Very Reverend R Bush, Dean	16,171	3,707	19,878
The Reverend S Griffiths, Canon Precentor	27,796	7,127	34,923
Dean Simon Robinson	39,477	-	39,477
	113,807	17,961	131,768
2022 Detail			
	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
	114,729	30,361	145,090

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

In addition, 3 (2022: 3) members of Chapter were reimbursed £6,133 (2022: £9,002) in expenses during the year. All expenses related to travel and subsistence, telephone, hospitality and other administrative expenses. At the year end £Nil (2022: £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 £238,102 (2022: £211,756).

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	539,529	2,523,325
Additions	-	-	-
Transfer	(432,000)	-	(432,000)
	<hr/>	<hr/>	<hr/>
At end of year	1,551,796	539,529	2,091,325
	<hr/>	<hr/>	<hr/>
Depreciation			
At beginning of year	-	403,983	403,983
Charge for year	-	17,965	17,965
	<hr/>	<hr/>	<hr/>
At end of year	-	421,948	421,948
	<hr/>	<hr/>	<hr/>
Net book value			
At end of year	1,551,796	117,581	1,669,377
	<hr/>	<hr/>	<hr/>
At beginning of year	1,983,796	135,546	2,119,342
	<hr/>	<hr/>	<hr/>
Cathedral			
	£	£	Total
			£
Cost			
At beginning of year	1,983,796	291,045	2,274,841
Additions	-	-	-
Transfer	(432,000)	-	(432,000)
	<hr/>	<hr/>	<hr/>
At end of year	1,551,796	291,045	1,842,841
	<hr/>	<hr/>	<hr/>
Depreciation			
At beginning of year	-	235,860	235,860
Charge for year	-	16,420	16,420
	<hr/>	<hr/>	<hr/>
At end of year	-	252,280	252,280
	<hr/>	<hr/>	<hr/>
Net book value			
At end of year	1,551,796	38,765	1,590,561
	<hr/>	<hr/>	<hr/>
At beginning of year	1,983,796	55,185	2,038,981
	<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 2023 £
Cost			
At beginning of year	44,632	405,000	449,632
Transfer	-	432,000	432,000
Net movement in market value	(1,454)	(32,000)	(33,454)
At end of year	<u>43,178</u>	<u>805,000</u>	<u>848,178</u>

Cathedral	Unlisted investments £	Investment property £	Investment in subsidiary £	Total 2023 £
Cost				
At beginning of year	44,632	405,000	1	449,633
Transfer	-	432,000	-	432,000
Net movement in market value	(1,454)	(32,000)	-	(33,454)
At end of year	<u>43,178</u>	<u>805,000</u>	<u>1</u>	<u>848,179</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 2023 of £10,000 (2022: £25,000).

Truro Cathedral

Notes

(forming part of the financial statements)

14 Investments - continued

2022 Detail

Group	Unlisted investments £	Investment property £	Total 2022 £
Cost			
At beginning of year	50,568	405,000	455,568
Additions	(5,936)	-	(5,936)
At end of year	44,632	405,000	449,632

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	44,632	405,000	1	449,633

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. It is expected that during the next financial year the entity will dissolve.

A summary of the trading results are shown below:

	2023 £	2022 £
Turnover	101,231	329,742
Cost of sales and administrative expenses	(41,572)	(146,081)
Administration expenses	(134,738)	(210,486)
Net profit/(loss)	(75,079)	(26,825)
Retained losses brought forward	(34,310)	(7,485)
Gift aid to Cathedral		
Retained losses carry forward	(109,389)	(34,310)

Truro Cathedral

Notes

(forming part of the financial statements)

15 Truro Cathedral Limited - continued

	2023	2022
	£	£
The assets and liabilities of the subsidiary were:		
Fixed assets	78,816	80,361
Current assets	54,483	83,439
Current liabilities	(242,687)	(60,933)
Liabilities due after more than one year	-	(137,176)
Total net liabilities	(109,388)	(34,309)
Aggregate share capital and reserves	(109,388)	(34,309)

16 Debtors

	Group		Cathedral	
	2023	2022	2023	2022
	£	£	£	£
Amounts owed by Truro Cathedral Ltd	-	-	213,358	149,080
Trade debtors	77,684	40,727	75,628	38,270
Other debtors	196,920	154,701	196,002	159,717
Prepayments and accrued income	11,263	16,752	10,724	14,046
Gift Aid Control	803	-	803	-
	286,670	212,180	496,515	361,113

17 Liabilities due within one year

	Group		Cathedral	
	2023	2022	2023	2022
	£	£	£	£
Trade creditors	56,749	80,948	51,988	69,714
Taxation and social security	15,399	27,924	14,568	11,494
Value added tax	6,082	13,546	1,187	13,546
Other creditors	9,764	12,678	9,761	11,634
Accruals and deferred income	146,126	80,224	137,602	69,414
Mortgage	119,676	49,007	119,676	49,007
	353,796	264,327	334,782	224,809

Truro Cathedral

Notes

(forming part of the financial statements)

18 Liabilities due after more than one year

	Group		Cathedral	
	2023	2022	2023	2022
	£	£	£	£
Mortgage	208,809	216,342	208,809	216,342

The balance comprises five loans. The first loan, for £181,839 in relation to the cathedral nave roof repairs, commenced in December 2015 and had an initial repayment holiday of 24 months. The loan carries interest rates of 2.3% above the base rate respectively. The second loan for £30,000 commenced during 2020 and is repayable over 5 years. This loan is interest free and no security is held. The third loan of £75,000 is in relation to the St Marys Aisle due to be repaid over 1 year, this loan is interest free. The fourth loan of £7,500 is in relation to the Transforming Mission Truro project, no interest is payable on the loan and is repayable 1 year from the date of drawdown. The fifth loan of £34,146 is guaranteed by the UK Government as part of the Bounce Back Loan Scheme (BBLs).

These loans are repayable as follows:

	2023	2022
	£	£
In one year or less	119,676	49,007
Between one and two years	38,232	19,740
Between two and five years	24,329	57,869
In five years or more	146,248	138,733
	328,485	265,349

The above ageing reflects the significant repayment of borrowing in 2023 following the receipt of funds from the sale of a property.

Truro Cathedral

Notes

(forming part of the financial statements)

Unrestricted funds

	At beginning of year	Income	Expenditure	Gains	Transfers	At end of year
Group	£	£	£	£	£	£
Designated funds						
Property Fund	447,140	-	(29,843)	-	-	417,297
Cathedral Music Fund	-	135,825	(255,211)	-	119,386	-
Stewart & Hilda Jenkin	2	-	-	-	-	2
Common Fund	60,077	712,244	(594,321)	-	(128,593)	49,407
	<u>507,219</u>	<u>848,069</u>	<u>(879,375)</u>	<u>-</u>	<u>(9,207)</u>	<u>466,706</u>

	At beginning of year	Income	Expenditure	Gains	Transfers	At end of year
Cathedral	£	£	£	£	£	£
Designated funds						
Property Fund	447,140	-	(29,843)	-	-	417,297
Cathedral Music Fund	-	135,825	(255,211)	-	119,386	-
Stewart & Hilda Jenkin	2	-	-	-	-	2
	<u>447,142</u>	<u>135,825</u>	<u>(285,054)</u>	<u>-</u>	<u>119,386</u>	<u>417,299</u>
Common Fund	94,388	621,600	(439,597)	-	(128,593)	147,798
	<u>541,530</u>	<u>757,425</u>	<u>(724,651)</u>	<u>-</u>	<u>(9,207)</u>	<u>565,097</u>

For details of transfers please see note 20.

Truro Cathedral

Notes

(forming part of the financial statements)

19 Unrestricted funds - continued

2022 Detail

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>	447,142
Common Fund	<u>110,527</u>	<u>939,294</u>	<u>(703,744)</u>	<u>-</u>	<u>(286,000)</u>	60,077
	<u>714,990</u>	<u>1,148,681</u>	<u>(1,007,292)</u>	<u>-</u>	<u>(349,160)</u>	507,219
	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	-
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>	447,142
Common Fund	<u>118,012</u>	<u>637,781</u>	<u>(375,405)</u>	<u>-</u>	<u>(286,000)</u>	94,388
	<u>722,475</u>	<u>847,168</u>	<u>(678,953)</u>	<u>-</u>	<u>(349,160)</u>	541,530

Truro Cathedral

Notes

(forming part of the financial statements)

20 Restricted funds

Group and Cathedral	At beginning of year	Income	Expenditure	Gains/(loss)	Transfers	At end of year
	£	£	£	£	£	£
Property Fund	1,388,795	-	-	-	-	1,388,795
Fabric Fund	20,917	1,814	-	(18,454)	-	4,277
Dean Lloyd Fabric	121,972	-	-	-	-	121,972
Expendable Endowment	-	-	-	-	-	-
Cathedral Roof fund	1,061	35	-	-	-	1,096
Inspire Cornwall Fund	(600)	8,057	(16,664)	-	9,207	-
National Lottery Heritage Fund	12,083	863	-	-	-	12,946
Church Commissioners	140,000	-	-	-	-	140,000
Other Restricted Funds	369,847	992,969	(1,134,310)	-	-	228,506
Future Roof improvements fund	-	-	-	-	-	-
	<u>2,054,075</u>	<u>1,003,738</u>	<u>(1,150,974)</u>	<u>(18,454)</u>	<u>9,207</u>	<u>1,897,592</u>

Transfers

	Unrestricted funds	Designated funds	Restricted funds	Total 2023
	£	£	£	£
Church Commissioners Funding	-	-	-	-
Truro Cathedral Music Fund	-	119,386	-	119,386
Designated Fund Properties	-	-	-	-
Restricted Fund Properties	-	-	-	-
Cathedral Sustainability Funds	-	-	-	-
Other Restricted Funds	-	-	-	-
Other Designated Funds	-	-	9,207	9,207
General Fund	(128,593)	-	-	(128,593)
	<u>(128,593)</u>	<u>119,386</u>	<u>9,207</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.

2022 Detail

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	121,972	-	-	-	-	121,972
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	155,668	463,862	(598,844)	-	389,160	409,846
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>

21 Endowment Fund

Truro Cathedral

Notes

(forming part of the financial statements)

Group and Cathedral

				£
	At the beginning and end of the year			60,000
22 Net assets by fund				
Group	Unrestricted	Restricted	Endowment	Total 2023
	£	£	£	£
Tangible assets	1,092,581	576,796	-	1,669,377
Investments	53,179	795,000	-	848,179
Stock	43,001	-	-	43,001
Current assets	-	491,367	60,000	551,367
Current liabilities	(478,817)	-	-	(478,817)
Non-current liabilities	(208,809)	-	-	(208,809)
	<u>501,135</u>	<u>1,863,163</u>	<u>60,000</u>	<u>2,424,298</u>
Cathedral	Unrestricted	Restricted	Endowment	Total 2023
	£	£	£	£
Tangible assets	1,013,765	576,796	-	1,590,561
Investments	53,179	795,000	-	848,179
Current assets	76,172	491,367	60,000	627,539
Current liabilities	(334,783)	-	-	(334,783)
Non-current liabilities	(208,809)	-	-	(208,809)
	<u>599,524</u>	<u>1,863,163</u>	<u>60,000</u>	<u>2,522,687</u>
2022 Detail				
Group	Unrestricted	Restricted	Endowment	Total 2022
	£	£	£	£
Tangible assets	1,110,546	1,008,796	-	2,119,342
Investments	6,505	443,128	-	449,633
Stock	43,001	-	-	43,001
Current assets	(32,162)	462,150	60,000	489,988
Current liabilities	(264,327)	-	-	(264,327)
Non-current liabilities	(216,343)	-	-	(216,343)
	<u>647,220</u>	<u>1,914,074</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	85,991	462,150	60,000	608,141
Current liabilities	(224,809)	-	-	(224,809)
Non-current liabilities	(216,342)	-	-	(216,342)
	<u>681,531</u>	<u>1,914,074</u>	<u>60,000</u>	<u>2,655,605</u>

Truro Cathedral

Notes

(forming part of the financial statements)

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

	2023	2022
	£	£
Net income/(expenditure) for the reporting period (as per the SOFA)	(196,996)	(21,349)
Adjustments for:		
Depreciation charges and profit or loss on disposal	(17,965)	(17,626)
(Gain)/Losses on investments	33,454	5,937
Decrease/(increase) in stock	-	10,895
Income from property and investments	52,971	(47,331)
Interest payable	(18,443)	-
Increase in debtors	74,489	(38,056)
Decrease in creditors	(81,936)	297,498
Net cash generated by/(used in) operating activities	<u>(209,544)</u>	<u>189,968</u>

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 (2023: £20,519 2022: £21,180).

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.

25 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 £262,885 (2022: £278,780).

Truro Cathedral

Notes

(forming part of the financial statements)

26 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 2023	31 December 2023
	£	£
Income and Expenditure		
Gross Income	5,080	19,117
Net surplus before payments to Cathedral	(15,959)	15,453
Amount payable to Cathedral	-	(25,605)
Net (deficit)/surplus after payments to Cathedral	<u>(15,959)</u>	<u>(10,152)</u>
Balance Sheet		
Gross assets	142,740	12,941
Net liabilities	(2,340)	(275)

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.

27 Related party transactions

The Friends of Truro Cathedral

The Friends of Truro Cathedral donated a total of £Nil (2022:£ 12,664) to the Cathedral for specific purposes connected with music and other facilities.

Truro Cathedral School Limited

A grant of £Nil (2022: £NIL) was received in the year for the education of Cathedral Choristers.

28 Operating leases financial commitments - Group and Cathedral

At 31 December 2023, the group had outstanding commitments for future minimum lease payments under non-cancel be operating leases which fall due as follows:

	2023	2022
	£	£
<i>Other operating leases</i>		
Within one year of the balance sheet date	3,651	3,651
In the second to fifth years inclusive of the balance sheet date	9,128	12,779
	<u>12,779</u>	<u>16,430</u>

Truro Cathedral

Notes

(forming part of the financial statements)

Major Gifts and Grants

The capital project to repair and refurbish St Mary's Aisle commenced in May 2023. The work was funded by:

The Duke of Cornwall's Benevolent Fund;
HB Allen Charitable Trust;
Cornwall Historic Churches Trust;
Benefact Trust;
Dulverton Trust;
Bernard Sunley Foundation;
Friends of Truro Cathedral;
Wolfson Foundation;
The Garfield Weston Foundation
UK Shared Prosperity Fund
together with legacies from
Mrs Grace Holmes Legacy
Mrs Penny Evans Legacy

The Trustees would like to express their heartfelt thanks to all the funders of this major project to protect and preserve the oldest part of the cathedral, and to the Diocese of Truro for their loan to manage the project's cashflow.

In recent years, grants have been also awarded for the fabric, music, operational costs and mission of the Cathedral. Our grateful thanks go to the

Church Commissioners for England,
The Friends of Truro Cathedral
The Williams Church Music Trust;
Cathedral Music Trust;
Ouseley Church Music Trust;
Benefact Trust;
Choir Schools' Association;
Historic England;
National Lottery Heritage Fund (Culture Recovery Fund for Heritage);
The Saddlers' Company;
The Mercers' Company;
The Duke of Cornwall's Benevolent Fund;
Co-op Local Community Fund;
National Lottery Community Fund
Police and Crime Commissioner's Community Grant Scheme.

Cornwall's support for its cathedral is vital.

Truro Cathedral deeply appreciates the monetary and intangible value of the thousands of hours of time given freely by volunteers every year.

Executors notified the Cathedral of three legacies during 2023, and we thank those people very much for remembering the Cathedral in their Wills.

The Cathedral is also very grateful to every member of the congregation, visitor and individual who contributes financially, including supporters of Truro Cathedral Music and 'Sponsor a Chorister' and everyone involved in fundraising events such as the summer concert programme.