

REGISTERED COMPANY NUMBER: 06659140 (England and Wales)
REGISTERED CHARITY NUMBER: 1128253

Report of the Trustees and
Unaudited Financial Statements
for the Year Ended 31 October 2021
for
Herne Bay Pier Trust

McLean Reid
Chartered Accountants
1 Forstal Road
Aylesford
Kent
ME20 7AU

Herne Bay Pier Trust

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for the Year Ended 31 October 2021

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Report of the Trustees
for the Year Ended 31 October 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 October 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

The Position of the Board.

Following the previous two years of untrue allegations, the Board of Trustees have now brought confidence and stability to the Trust.

However we are still having to protect the name of the Trust which means we are having to engage the services of the Trusts' Solicitors at a cost of £4644 for the year end.

The Trust has also incurred increased costs to file its accounts for the years ending 2019 & 2020, due to interference by others, which also resulted in the Trust being fined by Companies House for the late filing of these accounts.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The company is a charity and company limited by guarantee whose objects are the preservation, renovation, reconstruction and enhancement of Herne Bay pier and the surrounding area. The Trust see the pier as a major asset in the regeneration of this seaside town, one of the most deprived wards in the local council area.

The charity's main objective has always been to reclaim, regenerate and rebuild the existing desolate Victorian pier which was left empty after the demolition of the old sports centre. The Trust aims to make it a community asset for the enjoyment and benefit of the people and visitors of Herne Bay.

Significant activities

Our main aim was to bring the Pier to a position better than before the Covid epidemic, which we have successfully done with the dedication of the Trustees, Volunteers and our Tenants.

The Trust opened its own licenced premises called Bar 19 in August 2021, this being open to serve all the events on the Pier. The Bar 19 is staffed by Trustees and Volunteers which means that all the profits go to the Trust.

Due to the increasing request for Remembrance plaques on the Pier we increased our membership with subscriptions up on last year.

Over the last five years the Trust was not invoiced for rent for the Pier by Canterbury City Council and we were hoping that it was in the process of being reassessed. However the Trust was invoiced for all the rent arrears to be paid before our year end. We paid all the back rent and we are now up to date having paid a total of £114,250.

This year saw a number of upgrades to the Pier including, Security systems, Internet, completion of the stage flooring, a new Pier sign and the introduction of card payments using the Sum-up system.

The Pier continues to attract the filming industry which helps to put Herne Bay back on the map.

The Trust is continuing to make the Pier Eco-Friendly using all recyclable materials where possible and look to invest in more renewable energy.

The Trust will be embarking on further improvements for next year when funds become available through grants and money raised from the events and Bar 19.

Public benefit

The Trustees have had regard to the Charity Commission's guidance on Public benefit.

Herne Bay Pier Trust (Registered number: 06659140)

Report of the Trustees
for the Year Ended 31 October 2021

FINANCIAL REVIEW

Financial position

The Trust funds at 31/10/2021 were as follows:

Current account £13,325 (2020: £28,196)
Events/maintenance £12,068 (2020: £32,067)
Petty Cash £3 (2020: £12)
Tenants deposits £3,616 (2020: £3,816)
Reserve Account £45,000 (2020: £50,000)
Total £74,012 (2020: £114,091)

The Trusts aim is to keep the Reserve Account at a minimum of £40k to enable the Trust to cope with any major incidents e.g. Fire, Gales, and Vandalism.

The Charity's operation has been affected by the Covid 19 pandemic but it has been able to take advantage of the Government support with rate relief grants of £10,794.

The Trustees are taking all possible steps to alleviate the impact on the Charity's operations as far as possible. However, due to the uncertainty of the outcome of current events, the Trustees cannot reasonably estimate the impact these events may have on the Charity's financial position, results of operations or cash flows in the future.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies act 2006.

The organisation is a charitable company limited by guarantee, incorporated on 29 July 2008 and registered as a charity on 25 February 2009.

Charity constitution

The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

Recruitment and appointment of new trustees

The directors of the company are also charity trustees for the purposes of charity law. Regular trustee skills audits are carried out to identify the resources available within the Committee and gaps addressed through training and by seeking new members with the requisite experience.

The Canterbury City Council in their position as landlord can install up to two Trustees to the Board, but at the moment all Trustees have been elected by the membership or co-opted by the Board.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

06659140 (England and Wales)

Registered Charity number

1128253

Registered office

The Pier Office
Central Parade
Herne Bay
Kent
CT6 5JN

Trustees

Ms A M Barker Retired (resigned 3.12.21)
Mrs L M Blake Trustee
Ms L Faux-Bowyer Retired
Mrs C E L Francis Yeats Trustee (resigned 16.1.22)
Mrs L S Hackwith Trustee
Miss S P Halfpenny Director
D W Townsend Retired
S C Welsh Photographer
Ms J White Retired
S F Wilson - Hamilton Trustee (resigned 3.9.21)

Report of the Trustees
for the Year Ended 31 October 2021

REFERENCE AND ADMINISTRATIVE DETAILS

Independent Examiner

McLean Reid
Chartered Accountants
1 Forstal Road
Aylesford
Kent
ME20 7AU

Approved by order of the board of trustees on 8 April 2022 and signed on its behalf by:

D W Townsend - Trustee

A handwritten signature in black ink, appearing to read 'D W Townsend', with a long horizontal flourish extending to the right.

**Independent Examiner's Report to the Trustees of
Herne Bay Pier Trust**

Independent examiner's report to the trustees of Herne Bay Pier Trust ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 October 2021.

Responsibilities and basis of report

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

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

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Allan McLean Reid
FCA
McLean Reid
Chartered Accountants
1 Forstal Road
Aylesford
Kent
ME20 7AU

11 April 2022

Herne Bay Pier Trust

Statement of Financial Activities for the Year Ended 31 October 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		19,650	-	19,650	77,572
Charitable activities					
Beach huts		81,179	-	81,179	79,297
Meter card receipts		9,990	-	9,990	-
Other trading activities	2	24,104	-	24,104	15,181
Other income		5,680	-	5,680	38
Total		140,603	-	140,603	172,088
EXPENDITURE ON					
Raising funds		1,591	-	1,591	-
Charitable activities					
Beach huts		13,011	-	13,011	11,129
Other income		3,500	-	3,500	-
Charitable activities		43,292	-	43,292	84,153
Support costs		48,974	-	48,974	67,169
Governance costs		14,490	-	14,490	4,362
Event costs		8,950	-	8,950	10,424
Other		750	-	750	-
Total		134,558	-	134,558	177,237
NET INCOME/(EXPENDITURE)		6,045	-	6,045	(5,149)
Transfers between funds	11	23,000	(23,000)	-	-
Net movement in funds		29,045	(23,000)	6,045	(5,149)
RECONCILIATION OF FUNDS					
Total funds brought forward		80,505	23,000	103,505	108,654
TOTAL FUNDS CARRIED FORWARD		109,550	-	109,550	103,505

The notes form part of these financial statements

Heme Bay Pier Trust (Registered number: 06659140)

Balance Sheet
31 October 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Tangible assets	6	61,036	-	61,036	89,425
CURRENT ASSETS					
Stocks	7	1,210	-	1,210	-
Debtors	8	3,878	-	3,878	13,365
Cash at bank and in hand		74,595	-	74,595	114,092
		<u>79,683</u>	<u>-</u>	<u>79,683</u>	<u>127,457</u>
CREDITORS					
Amounts falling due within one year	9	(31,169)	-	(31,169)	(113,377)
NET CURRENT ASSETS		<u>48,514</u>	<u>-</u>	<u>48,514</u>	<u>14,080</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>109,550</u>	<u>-</u>	<u>109,550</u>	<u>103,505</u>
NET ASSETS		<u>109,550</u>	<u>-</u>	<u>109,550</u>	<u>103,505</u>
FUNDS	11				
Unrestricted funds				109,550	80,505
Restricted funds				-	23,000
TOTAL FUNDS				<u>109,550</u>	<u>103,505</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 October 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2021 in accordance with Section 476 of the Companies Act 2006.

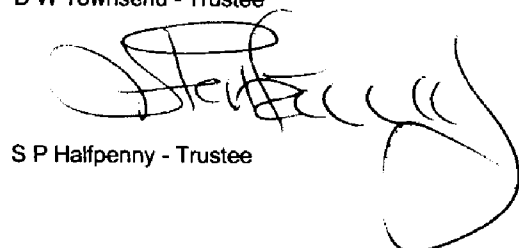
The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 8 April 2022 and were signed on its behalf by:


D W Townsend - Trustee


S P Halfpenny - Trustee

The notes form part of these financial statements

Herne Bay Pier Trust

Notes to the Financial Statements for the Year Ended 31 October 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) issued on 16 July 2014 rather than the Accounting and Reporting by Charities; Statement of Recommended Practice effective from 1 April 2005 which has been withdrawn.

Income recognition

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained, then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Income from trading activities includes income earned from fundraising events and trading activities to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

Beach rental and related income is recognised in the period when the service is provided.

Income from grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

-costs of raising funds includes costs of fundraising and other trading activities;

-expenditure on charitable activities includes costs of running and maintaining the pier and support costs required to sustain and implement the charity's objects and relating support costs.

-governance costs are general costs which have been incurred in order for the charity to operate effectively and to generate the information required for public accountability.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery - 20% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Herne Bay Pier Trust

Notes to the Financial Statements - continued **for the Year Ended 31 October 2021**

1. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. OTHER TRADING ACTIVITIES

	2021 £	2020 £
Fundraising events	17,001	15,181
Bar 19 income	7,103	-
	<u>24,104</u>	<u>15,181</u>

3. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2021 £	2020 £
Depreciation - owned assets	<u>38,439</u>	<u>53,863</u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 October 2021 nor for the year ended 31 October 2020.

Trustees' expenses

During the year the amount reimbursed to 4 trustees for expenses relating to administrative costs and the purchase of equipment incurred on behalf of the charity was £8,786 (2020: 6 trustees £8,966).

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	44,248	33,324	77,572
Charitable activities			
Beach huts	79,297	-	79,297
Other trading activities	15,181	-	15,181
Other income	38	-	38
Total	<u>138,764</u>	<u>33,324</u>	<u>172,088</u>
EXPENDITURE ON			
Charitable activities			
Beach huts	11,129	-	11,129
Charitable activities	84,153	-	84,153
Support costs	67,169	-	67,169
Governance costs	4,362	-	4,362
Event costs	10,424	-	10,424
Total	<u>177,237</u>	<u>-</u>	<u>177,237</u>
NET INCOME/(EXPENDITURE)	<u>(38,473)</u>	<u>33,324</u>	<u>(5,149)</u>

Herne Bay Pier Trust

**Notes to the Financial Statements - continued
for the Year Ended 31 October 2021**

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
Transfers between funds	33,324	(33,324)	-
Net movement in funds	(5,149)	-	(5,149)
RECONCILIATION OF FUNDS			
Total funds brought forward	85,654	23,000	108,654
TOTAL FUNDS CARRIED FORWARD	<u>80,505</u>	<u>23,000</u>	<u>103,505</u>

6. TANGIBLE FIXED ASSETS

	Plant and machinery £
COST	
At 1 November 2020	425,275
Additions	10,050
At 31 October 2021	<u>435,325</u>
DEPRECIATION	
At 1 November 2020	335,850
Charge for year	38,439
At 31 October 2021	<u>374,289</u>
NET BOOK VALUE	
At 31 October 2021	<u>61,036</u>
At 31 October 2020	<u>89,425</u>

7. STOCKS

	2021 £	2020 £
Stocks	<u>1,210</u>	<u>-</u>

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade debtors	2,416	12,440
Prepayments and accrued income	1,462	925
	<u>3,878</u>	<u>13,365</u>

Herne Bay Pier Trust

Notes to the Financial Statements - continued
for the Year Ended 31 October 2021

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade creditors	7,180	105,337
Other creditors	3,950	3,366
Deferred income	13,731	-
Accrued expenses	6,308	4,674
	<u>31,169</u>	<u>113,377</u>

10. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2021	2020
	£	£
Within one year	20,000	20,000
Between one and five years	80,000	80,000
In more than five years	150,000	150,000
	<u>250,000</u>	<u>250,000</u>

The leasing commitments relate to a rental agreement which is due to expire in March 2034 at £20,000 per annum.

11. MOVEMENT IN FUNDS

	At 1.11.20 £	Net movement in funds £	Transfers between funds £	At 31.10.21 £
Unrestricted funds				
General fund	80,505	6,045	23,000	109,550
Restricted funds				
Canterbury City Council	3,000	-	(3,000)	-
Postcode Local Trust	20,000	-	(20,000)	-
	<u>23,000</u>	<u>-</u>	<u>(23,000)</u>	<u>-</u>
TOTAL FUNDS	<u>103,505</u>	<u>6,045</u>	<u>-</u>	<u>109,550</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	140,603	(134,558)	6,045
TOTAL FUNDS	<u>140,603</u>	<u>(134,558)</u>	<u>6,045</u>

Herne Bay Pier Trust

Notes to the Financial Statements - continued for the Year Ended 31 October 2021

11. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.11.19 £	Net movement in funds £	Transfers between funds £	At 31.10.20 £
Unrestricted funds				
General fund	85,654	(38,473)	33,324	80,505
Restricted funds				
Coastal Revival Fund	-	33,324	(33,324)	-
Canterbury City Council	3,000	-	-	3,000
Postcode Local Trust	20,000	-	-	20,000
	<u>23,000</u>	<u>33,324</u>	<u>(33,324)</u>	<u>23,000</u>
TOTAL FUNDS	<u>108,654</u>	<u>(5,149)</u>	<u>-</u>	<u>103,505</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	138,764	(177,237)	(38,473)
Restricted funds			
Coastal Revival Fund	33,324	-	33,324
TOTAL FUNDS	<u>172,088</u>	<u>(177,237)</u>	<u>(5,149)</u>

12. RELATED PARTY DISCLOSURES

See note 4 for trustees expenses paid during the year.

Miss S P Halfpenny is also a trustee of Herne Bay in Bloom. The trustees do not consider there is a conflict of interest with this appointment.

13. GOING CONCERN

For the financial years ended 31 October 2019 , 31 October 2020 and 31 October 2021, the Coronavirus outbreak and the related impacts are considered non adjusting events. Consequently, there is no impact on the recognition and measurement of assets and liabilities.

The charity's operations have been affected by the Covid 19 pandemic but it has been able to take advantage of Government support. Tenants of the beach huts were offered a rent free period and they have also been able to qualify for Government support to ensure the majority of rents payable have been paid to date.

The Trustees are taking all possible steps to alleviate the impact of the charity's operations as far as possible. However, due to the uncertainty of the outcome of the current events, the Trustees cannot reasonably estimate the impact these events will have on the charity's financial position, results of operations or cash flows in the future.