

Company registration number: 02788157

Charity registration number: 1017501

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2022



The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

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The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Reference and Administrative Details

The Lincolnshire & Nottinghamshire Air Ambulance (LNAA) provides a Helicopter Emergency Medical Service (HEMS) for our two counties and beyond. Called out on average 4 times a day, our crew attend predominantly life-threatening or life-changing incidents and accidents, delivering the equivalent of a hospital A&E Department to the scene. We are not NHS funded and our service is free to all, funded by the local community.

Chief Executive Officer	K Jobling
Trustees	G L Secker (Chair) J S Pearson (Vice Chair, retired 26 July 2022) J E O'Hern FCA A J Pearce (resigned 28 July 2021) P Would L Briggs A Davies H Glenn Doctor S Black (appointed 28 March 2022, resigned 17 August 2022)
Secretary	Wilkin Chapman Company Secretarial Services Limited
Registered Office	LNAA Headquarters HEMS Way Off Sleaford Road Lincoln LN4 2GW The Charity is incorporated in United Kingdom.
Company Registration Number	02788157
Charity Registration Number	1017501
Solicitors	Wilkin Chapman LLP The Maltings 11-15 Brayford Wharf East Lincoln LN5 7AY
Bankers	Barclays Bank plc Tritton Road 3 Crusader Road Lincoln Lincolnshire LN6 7AR
Auditor	Forrester Boyd 26 South Saint Mary's Gate Grimsby North East Lincolnshire DN31 1LW

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Statement from the Chairman for the Year Ended 31 March 2022

This is my first annual report as Chair, although I have had the privilege to serve on the Board for a number of years. FY21/22 has proved to be another very challenging year, following the prior pandemic years. Throughout the year, the organisation focused on reconnecting with the community and wider stakeholders as life began to return to normality, whilst continuing to provide our vital service to the patients who need us. Our staff and volunteer team worked incredibly hard to reignite our fundraising to pre-Covid levels to not only sustain our day-to-day service but also to enable further growth. Demand for our Helicopter Emergency Medical Service continued to grow during the year, ending with us having our busiest year on record.

I am particularly proud of three significant achievements during the year which form part of the programme of transformation the Charity has been undergoing over the last few years. It is a testament to our staff, crew and volunteers that the following were delivered alongside business as usual:

- Operation Summer Surge: following the huge rise in UK 'Stay-cations', the predicted visitor numbers to our region in the summer of 2021 reached unprecedented levels; to meet the anticipated demand and provide resilience to our primary helicopter, we brought a second helicopter into service. Many additional lives were saved because of this
- We became registered as an independent healthcare provider with the Care Quality Commission
- Our staff fully moved into our new purpose-built new HQ & Airbase

Notwithstanding the lingering impact of the pandemic, it is evident that the next few years will be difficult for the charity sector. The threat of rising inflation and rising costs will inevitably cause funding gaps at a time when demand for our service is increasing. Although we ended the financial year in an expected deficit position, the entire staff team made maximum effort to ensure the loss was kept as low as possible. Generating funds to match pre-Covid levels has been very difficult, but we have been overwhelmed with the wonderful support of our communities. I would like to extend a personal note of thanks to all supporters - whether you give a financial contribution, a gift in kind or the gift of your time, thank you very much indeed.

Finally, a thank you to my fellow Trustees, our CEO and our Leadership Team for their combined dedication in leading the charity through the pandemic as well as keeping a focus on our programme of transformation which ultimately benefits the communities and patients we are here to serve.



G L Secker
Chair of the Board



The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Introduction from our CEO for the Year Ended 31 March 2022

It has been my privilege to lead our incredible Charity through another year of significant economic challenge, alongside our programme of transformation. Despite the difficulties faced, our team of staff, crew, volunteers, Trustees, supporters and donors have not only enabled the charity to deliver its life-saving service, but also continue to build on our plans for the future. My heartfelt thanks to everyone who has contributed. Together, we make a positive impact on the lives of many.

As the financial year came to a close, we achieved the final milestone of our strategy by becoming an independent healthcare provider through registration with the Care Quality Commission (CQC). This will enable us to deliver the best possible pre-hospital critical care to the patients who need us. Led by our exceptional clinical team, we are committed to driving forward clinical innovation to further improve patient outcomes.

Our programme of transformation has continued to deliver exceptional organisational growth - we are now established in our new, purpose-built HQ & Airbase, we provide a 24/7 service and reach even more patients than ever before. But we are committed to doing more. As we move into 2022/23, we will finalize and implement our new ambitious Strategy. With the support of our community and partners, we will reach even more patients where we can make a difference, providing outstanding critical care in their moment of need.

There is no doubt that the next few years will be financially challenging due to the growing economic crisis. However, the need for our life-saving service remains, and our entire team remains committed and focused to ensure we continue to bring the hospital to the patient when they need it the most.

Thank you for your support of the Lincs & Notts Air Ambulance.



K Jobling
Chief Executive



The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Trustees' Annual Report

Objectives and activities

Our Vision, Mission & Values

Our Vision

We will deliver a high-quality Helicopter Emergency Medical Service, 24 hours a day 7 days a week, for the people of Lincolnshire & Nottinghamshire and beyond.

Our Mission

The relief of sickness and injury and the protection of human life by the provision of an Air Ambulance or Critical Care Car for the benefit of the population of our two counties.

Our Values

We have four values that express and represent our shared understanding of the principles that are important to us. They set out the things that we aspire to be as a Charity and that underpin everything we do.

- **Teamwork:** Staff, aircrew, volunteers, partners and the community; one indivisible team
- **Respect:** We treat everyone with consideration, appreciation and acceptance
- **Innovation:** We aim high and embrace opportunities to improve and enhance everything that we do
- **Compassion:** We treat others with sensitivity, consideration and kindness

Introduction to our Charity

The Lincs & Notts Air Ambulance is one of the UK's leading Helicopter Emergency Medical Service (HEMS) charities. Since 1994, we have delivered a life-saving service across the two counties and beyond. Although we work alongside the NHS, we are not part of the NHS and are not funded by the Government. During the last 28 years we have responded to over 25,000 missions.

We operate an AW169 helicopter and two Critical Care Cars. At a time when every second counts, the arrival of our iconic yellow helicopter really can mean the difference between life and death. As a CQC registered independent healthcare provider, we deliver pre-hospital critical care to the local communities tending to patients in what is often their greatest hour of need.

Our service is available free of charge, 365 days of the year, 24 hours of the day. Our clinical team is a specialist duo of a paramedic and a doctor who bring the hospital to the patient. For more information, please visit our website: www.ambucopter.org.uk

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Trustees' Annual Report

Structure, governance and management

The Trustees, who are also Directors of the Charity for the purposes of the Companies Act, are pleased to present their Annual Report together with the consolidated financial statements of the Charity and its subsidiary for the year ending 31 March 2022. This report is also prepared to meet the requirements for a Directors' Report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the U K and Republic of Ireland (FRS 102) (effective 1 January 2019) and the Charity Commissions' summary guidance for Charity Trustees on Charities and Public Benefit.

Trustees have taken reference of the Charity Commission guidance on Public Benefit. The Charity provides pre-hospital critical care to patients outside of the hospital environment. The Board is confident that the provision of our Helicopter Emergency Medical Service, freely available to the communities of Lincolnshire and Nottinghamshire, meets all the provisions of public benefit.

• Organisational Structure

The Charity is governed by a Board of Trustees; the Board meets quarterly, although additional Meetings can be called at any time. The Chief Executive Officer (CEO) is appointed by the Board and has delegated responsibility for the day-to-day management, operations and overall leadership of the Charity. The Chair undertakes an annual performance review of the CEO, with all Trustee input. The CEO manages a multi-disciplinary team of Charity staff, clinicians and aviators. The Leadership Team are responsible for the efficient and effective delivery of the approved strategy. All staff are accountable through a line management system to the Leadership Team, who are in turn, through the Chief Executive Officer, accountable to the Trustees.

• Directors and Trustees

The Directors of the Company are the Charity's Trustees for the purpose of Charity law and throughout this report are collectively referred to as the Trustees.

• Governing Document

The Lincolnshire & Nottinghamshire Air Ambulance Charitable Trust (day to day working name is Lincs & Notts Air Ambulance) is a registered Charity (No. 1017501) which was incorporated on 9 February 1993. It is a company limited by guarantee and is governed by Articles of Association.

• Public Benefit

The public benefit provided by our air ambulance Charity is the provision of pre-hospital critical care to patients, primarily across the two counties but beyond when the need arises. Our helicopter and Critical Care Cars are dispatched by the Emergency Operations Centre (EOC) of East Midlands Ambulance Service (EMAS) following set criteria which considers the clinical need, urgency and accessibility of the patient, as well as the distance to the most appropriate hospital. Our service is free of charge to all.

The Trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

• The Board & Sub Committees

LNAA is governed by a Board of Trustees who bring a range of skills and experience relative to the objectives of the Charity including legal, business, finance, healthcare and local affairs. Trustees are appointed in accordance with our governing document, following a defined procedure, and fulfil their responsibilities in accordance with clearly defined and approved Terms of Reference. The Board comprises of a Chair plus up to 11 other Trustees. There are currently two sub committees of the Board: the Finance Committee and the Staff & Remuneration Committee. Each committee has detailed Terms of Reference.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Trustees' Annual Report

• Trustee recruitment, induction and training

The Charity follows industry good practice when recruiting to the Board, which includes personal referrals for Board consideration, alongside external recruitment. Following an open recruitment drive, one new Trustee was appointed to the Board during the past financial year. New Trustees are appointed in accordance with our Articles, in line with a defined procedure. All Trustees have defined Terms of Reference, an Induction Plan and a comprehensive Trustee Handbook which includes a copy of our Articles of Association, our latest audited accounts, our Strategic Plan and a copy of the Code of Good Governance, plus other key Charity Commission guidance materials. Training is offered to all Trustees to enable them to fulfill their responsibilities to the Charity.

Led by the Chair, the Board undertakes a Skills Audit as well as a Board Self-Assessment annually to ensure the Board has the appropriate skillset and diversity needed, and to identify gaps which in turn informs our Trustee recruitment and training. As a complex, multi-disciplined organisation it is vital that the Board has a balanced mix of skills and experience which includes finance, governance, legal, business management, commercial and marketing. Our Board of Trustees are volunteers and give their time and expertise freely for the benefit of the Charity.

• Volunteers

The Charity is supported by a tremendous team of volunteers. We have around 140 active who undertake a wide range of valuable duties for the Charity, including giving time in our shops, undertaking presentations on the work of LNAA, supporting community events and looking after collection boxes. All Volunteers are supported by an identified staff member, given a comprehensive induction and on-going support.

• Pay Policy for Staff

LNAA is a complex and highly regulated organisation, encompassing clinical, aviation and Charity regulation. The success of the Charity is largely dependent on its ability to recruit and retain talented staff with appropriate skills and who share its core Values. The pay of all staff is reviewed annually. All staff directly employed by the Charity are benchmarked against similar roles in similar sized organisations and charities delivering complex and demanding outputs. The Staff & Remuneration Committee reviews all aspects of staff salaries and benefits on an annual basis. This Committee then makes appropriate recommendations to the full Board for review and approval.

During the period of this report, the Leadership Team comprises:

- Chief Executive Officer
- Chief Operating Officer
- Head of Finance
- Director of Fundraising
- Head of Comms & Marketing
- Head of HR
- Senior Operations Manager

• Key Stakeholders

LNAA is part of an integrated response to emergencies within the East Midlands region, facilitated by East Midlands Ambulance Service (EMAS). Our helicopter and Critical Care Cars are deployed on emergency missions by the EMAS Emergency Operations Centre in Nottingham. Our partnership working with EMAS is clearly set out in a Service Level Agreement. Regular meetings are held between the Charity and EMAS to ensure efficient and successful partnership working.

The Charity has worked hard to further develop its relationship with hospitals within the region, including Queens Medical Centre (QMC) in Nottingham (our Regional Major Trauma Centre), Lincoln County Hospital, Hull Royal Infirmary and Sheffield Northern General Hospital.

On 1 September 2021, following a detailed procurement process, we selected HeliService as our aviation provider. A detailed Contract between the two parties clearly sets out responsibilities and obligations.

The Charity has a strong relationship with RAF Waddington, and although we moved from our airbase on RAF Waddington in April 2021, we remain grateful for the warm support we have received over many years. As our new HQ & Airbase is only a few hundred metres from RAF Waddington, our strong partnership continues with regular liaison, dialog and joint exercises.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Trustees' Annual Report

LNAA is an active member of Air Ambulances UK and values the shared knowledge exchanged through its membership and via the regular direct dialog with other AA's.

We carry blood on board our aircraft and have a vital and treasured partnership with the Blood Bank at Lincoln County Hospital, as well as the Lincolnshire Emergency Blood Bikers Service. Any unused blood plasma is returned to Nottingham's Queens Medical Centre by the Nottinghamshire Blood Bikers. This precious resource often gives our most poorly patients a better chance of surviving the most traumatic of injuries.

Other Partners

The Charity has membership of the following national associations; the Institute of Fundraising (IoF); the Lotteries Council; the Gambling Commission; and the Fundraising Regulator.

• Risk Management

The Charity has a comprehensive risk management process in place which includes our Risk Register, Risk Management controls, Internal Controls and Risk Assessment processes.

During the year, the Charity has strengthened its risk management through the commissioning of a new on-line risk register (Risk Wizard). Department leads review departmental risks monthly. Risks are presented with probability and impact scores alongside mitigation measures. The Board of Trustees review the Risk Register on a quarterly basis and have constant access to Risk Wizard to enable regular scrutiny of the risks we face. As with most organisations, the principal risk across the year was mainly due to the impact of the pandemic. Through the mitigations we put in place, alongside actions taken by the Board and Leadership Team, our year-end financial position was much better than budget, although still a deficit position - the first in the Charity's history. Moving forward, we are very mindful of the emerging cost of living challenges and the uncertainty this will undoubtedly bring to our income generation plans.

• Health & Safety

The Charity is committed to promoting a positive safety culture in accordance with its H&S Policy. The Health & Safety Committee meets quarterly and includes a Lead Trustee responsible for Board H&S oversight. Staff, crew and volunteers receive regular training in Health & Safety.

• Safeguarding

The Charity's Safeguarding Policy aims to protect the health, wellbeing and rights of all individuals. All employees, crew and Trustees complete appropriate safeguarding training. There is a designated Trustee who is the Board's Safeguarding Lead.

• Regulatory bodies

LNAA is subject to regulation by the Care Quality Commission, the Civil Aviation Authority, the Charity Commission, the Gambling Commission, the Information Commissioner and the Fundraising Regulator.

• Wellbeing

Since the start of the pandemic, the Charity has put in place additional wellbeing support and resources to support staff, crew and volunteers through a most difficult and anxious time. This support is now embedded in the day-to-day care of our teams.

• Equal Opportunities

We are committed to ensuring equal opportunities, fairness, dignity, work-life balance and to eliminate all forms of discrimination in the workplace.

Disclosure of information to auditor

Each member has taken steps that they ought to have taken as a member in order to make themselves aware of any relevant audit information and to establish that the Charity's auditor is aware of that information. The Trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Reappointment of auditor

In accordance with section 485 of the Companies Act 2006, a resolution for the re-appointment of Forrester Boyd as auditors of the Charity is to be proposed at the forthcoming Annual General Meeting.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Trustees' Annual Report

The annual report was approved by the Trustees of the Charity on 27 July 2022 and signed on its behalf by:



.....
G L Secker
Trustee

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Strategic Report for the Year Ended 31 March 2022

The Trustees, who are directors for the purposes of company law, present their strategic report for the year ended 31 March 2022, in compliance with s414C of the Companies Act 2006.

Achievements & Performance

• Income generation to fund our service

We do not receive any direct government funding for our day-to-day operations. Instead, we rely on the support of our local communities to fund our service. It has been tough to re-ignite our fundraising efforts post pandemic, but we remain incredibly grateful for the support of the community. Our goal is to raise sufficient funds to cover all expenditure, as well as generate funds to invest in future expansion and development.

We are committed to the highest standards of fundraising and are registered with the Fundraising Regulator. Our range of fundraising programmes include Lottery, Legacy, Individual Giving, Events, Corporates and Retail; this year all programmes have been adversely affected in the post-pandemic environment, although it has been wonderful to see outdoor events programme return to action. Total income this year is £7,623,881 which is slightly up on the prior year (£7,537,036) but is below the actual target we set ourselves, directly due to the impact of the pandemic on our ability to fundraise. Lottery income remained almost level with the prior year at £2.85m. We have tight governance arrangements in place to ensure our Lottery is run and managed to high standards. All canvassers are trained by the Charity and regular management meetings are held between the Charity and the Lottery recruitment provider to review performance.

We were humbled to receive an amazing £2.7m through legacy gifts left to us by very kind and generous supporters in their Wills. This wonderful level of support made a significant positive difference to our fundraising results in what has been a very difficult year.

Our fundraising targets were set at the beginning of the year to fund all operational costs, as well as funding for the completion of our three Key Strategic Projects - the planned stepped expansion of our 24/7 operations, the move to a new HQ and the transition to clinical independence. Due to the post-Covid environment, we have not been able to reach our fundraising targets this year.

We are committed to upholding the highest fundraising standards and are registered with the Fundraising Regulator, the independent regulator of charitable fundraising who advocates best practice for the sector. In line with our robust policies and procedures we strive to ensure that our income generation activities adhere to Data Protection legislation as set out by the Information Commissioners Office, Charity Commission guidance and the Code of Fundraising Practice.

Where appropriate, we work in partnership with reputable professional fundraisers and commercial participators to raise funds - with robust written agreements and monitoring programmes in place.

Our Lottery is a vital source of income and is delivered in partnership with Tower Lotteries. Canvassers working on our behalf are committed to abiding by the Canvassing Code of Practice and all undergo a comprehensive training and induction programme. Training includes codes of practice for social responsibility and the protection of vulnerable people. Our contract with Tower Lotteries, who is licensed by the Gambling Commission, is regularly reviewed and performance monitored. We also undertake 'mystery shopping' of our canvassers to ensure best practice is being demonstrated, alongside the correct presentation of our Charity's work and mission. Quality checks are also undertaken with members of the public who sign up to our Lottery.

We work in partnership with a small number of commercial participators who generously donate to our Charity while selling their goods or services. For example, donating a percentage of every product sold.

As a Charity wholly reliant on our generating the income needed to provide our life-saving service, it's vital that we constantly monitor the economic environment and its effect on our ability to raise the funds we need. The emerging cost of living crisis and increasing inflation levels will likely further impact our fundraising next year. To mitigate, the Board has a Reserves Policy which aims to achieve 18 months to 2 years' full operating costs.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Strategic Report for the Year Ended 31 March 2022

• Retail

Since the re-opening of our shops post-pandemic restrictions in April 2021, we have thankfully seen an improving picture on the high street. Trading income has increased on the prior year, totaling £357k. Our retail team of staff and volunteers have worked incredibly hard to return our presence on the high street back to the pre-Covid norm and the results are a wonderful reflection of their dedication.

• Operational Performance

Our helicopter and Critical Care Cars are dispatched by EMAS following detailed dispatch protocols, tending to trauma patients and those with time critical medical emergencies.

Despite the pandemic isolation rules in place for part of the year, we remained on call ready to respond. This year has been our busiest on record, having been tasked to 1,529 potentially life-saving missions which represents 4 missions in every 24 hours. You can see our growing annual mission statistics on page 12.

In early April 2021, our operational and clinical teams relocated from our base on RAF Waddington to our new purpose-built facility a very short distance away at HEMS Way. The new Airbase & HQ has been a 4-year project and sees the realization of a future-proof home for the Charity from which we can enhance our service delivery even further. The relocation was a smooth transition with no loss of service delivery.

As Covid restrictions eased in the summer of 2021, and the UK population was encouraged to 'Staycation', a significant population surge was predicted along the east coast of Lincolnshire. This exceptional year called for exceptional measures and the entire LNAA team worked incredibly hard in a very short space of time to bring a second helicopter into service in June to support the summer surge in population and to provide resilience to our primary helicopter. The Trustees approved the use of reserves to fund this extraordinary demand. The second helicopter was crewed to the same high clinical standard as our primary helicopter and many more patients received the very best pre-hospital care because of this additional air ambulance.

During the year, we appointed HelService (HS) as our new aviation provider. From September 2021, HS provides and maintains our aircraft, as well as providing a highly skilled pilot team. Both organisations meet quarterly to review performance. Our helicopter is a modern, state of the art air ambulance which enables our doctor-paramedic clinical team to provide the very best treatment to the patients we see.

We provide a 24/7 clinical service and from January 2022, the Charity became responsible for its own clinical governance following successful registration with the Care Quality Commission (CQC).

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Strategic Report for the Year Ended 31 March 2022

Helicopter Emergency Medical Service (HEMS) delivery:

Key Performance Indicators:

	This year	Last year
Total Missions	1,529	1,189
Missions by County		
Lincolnshire	1,013	712
Nottinghamshire	397	408
Other	119	69
Missions by incident type		
Road Traffic collisions	447	373
Cardiac arrests	240	390
Accidental injury	174	264
Medical emergency	441	138
Other	28	24
Missions by Day/Night		
Day shift	840	815
Night shift	366	222
Twilight (Notts CCC)	323	152

We deliver our patients to a range of hospitals across the region, depending on their clinical needs. In the year under review, the four main hospitals we conveyed our patients to were Queens Medical Centre in Nottingham, Sheffield Northern General, Lincoln County Hospital and Hull Royal Infirmary.

• Clinical delivery

Our clinical team have delivered the following in the past year:

- Safe, high-quality, well-governed patient care
- Recruited and trained additional paramedics and doctors who specialize in pre-hospital care
- Established a strong internal clinical governance framework
- Developed a new partnership with Lincoln University Medical School
- Enhanced our clinical skillset through a comprehensive training programme

• Impact

Through our Service Level Agreement with East Midlands Ambulance Service, we adhere to strict confidentiality regarding the patients we see. Although we can quantify the number of missions we are called to, the number of patients we airlift, as well as categorize the types of incidents we attend, we are not currently able to identify all patient outcomes following their handover at hospital. All missions are captured on our HEMS Base database to enable tracking, monitoring and analysis of patient groups, mechanism of injury etc., all of which helps to inform service improvements.

Our Patient & Family Liaison Officer (PFLO) continued to have positive and supportive interactions with an increasing number of former patients and their families. A number of former patients chose to contact us to tell us their story of recovery and some came to our HQ to meet and thank our crew. Through the support of our Patient & Families Liaison Officer, patients and their families can often provide valuable feedback to our clinicians, both on the care delivered and their progress post-incident.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Strategic Report for the Year Ended 31 March 2022

Feedback we received from a patients' mother following a potential life-changing injury for her young son;

"Bradley was just 8 years old when the accident happened, during a cycle track race. First responders on scene gave first aid, but it was so reassuring when LNAA Doctor Paul and the Paramedic arrived, even more so when the helicopter landed 10 mins later. Bradley had impaled his brake lever deep into his leg, but Doctor Paul was just amazing in reassuring him that he wasn't going to cut his bike or his leg! Bradley and I were flown to QMC where he was taken in for emergency surgery. Just 48 hours after surgery, Bradley was back at home and walking again. Impressively, he raced his bike just 13 days after the incident and came 3rd in the race! Thank you for hosting us at your new base, we are in awe to what you all do".



Staff

As a CQC registered independent healthcare provider, the Charity now directly employs its paramedic workforce. Subsequently, we have seen our employee numbers significantly increase this year. Combined, our employees and contractor doctors are a workforce of just over 80 dedicated individuals.

Summary of Strategic Performance

The Key Objectives for LNAA's Annual Plan for FY2021/22 - reflecting the final year of our strategy for a sustained period of transformation - are outlined below.

Future-proof the Charity through the completion of LNAA's new HQ & Airbase

- Design & Build project management completed, within timeline
- Relocated our Operations in April 2021 with no drop in service delivery
- Relocated staff to new HQ, summer 2021

Complete final preparation and registration with the Care Quality Commission

- Completed the review and forward plans for our clinical model
- Expanded our highly skilled clinical workforce, including the recruitment of additional paramedics, Emeritus paramedics, specialist doctors and Clinical Fellows
- Successful registration with CQC

Commence a period of strategic review & planning

- Engaged staff, crew and relevant stakeholders
- Fundraising strategic planning started
- Delivery timeline for 'LNAA Strategy 2022 to 2025' established

Expand service delivery to reach more patients

- Additional specialist clinicians recruited
- 24/7 operations established
- Transitioned to a new aviation partner

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Strategic Report for the Year Ended 31 March 2022

Financial Review

The Charity receives no direct government funding for its day-to-day operations. We rely on the support, donations and contributions made by individuals, grant giving bodies and corporations to sustain our vital work. Fundraising is slowly recovering in the post-Covid environment, although there is growing uncertainty regarding the UK economy and cost of living.

Total income achieved during the financial year was £7,623,881. Total resources expended increased to £8,240,352.

• Reserves Policy

The Trustees regularly monitor the Charity's reserves against plans and budgets, and in light of the main risks to the organisation. Our current policy is to achieve a level of reserves sufficient to sustain the operation of our air ambulance Charity for an 18 month to 2-year period.

Reserves represent funds to spend on the Charity's purposes and are made up as follows:

Total reserves stand at £18,521,801, made up of £2,697,660 restricted funds and £15,824,141 of unrestricted funds (included designated amounts of £2,000,000). Of these total funds, £5,716,464 can only be realised by disposing of tangible fixed assets.

Unrestricted funds are available for the purposes of the Charity, to be spent as the Trustees see fit in line with our charitable purpose. During the Covid pandemic our ability to raise funds was severely hampered and mindful of the planned increased expenditure linked to service development, Trustees had, as part of our Designated Funds, previously ear marked £6,000,000 as our Covid Impact Income Fund (CIIF) to cover potential loss of income, as well as £500,000 for equipment for the New HQ and Airbase. In view of the Charity's recent financial performance and the UK's emergence from the pandemic, Trustees have now released the designated CIIF amount and the Planned Capital Expenditure Fund as all equipment for the new Airbase has been purchased.

Taking into account our emerging new strategy to significantly expand fundraising activities and invest further in service delivery enhancements, Trustees have assigned £2,000,000 for this in our Designated Funds.

• Free Reserves

The free reserves of the group as of 31 March 2022 are £10,805,337.

• Investments

The Charity has adopted an investment policy which minimizes financial risk. Enough funds to sustain the day-to-day operation of the Charity is held in Current and Tracker accounts, as well as Investment Accounts. The Trustees' policy is to enhance the real value of monies invested, through a combination of income and capital growth and to maintain and build on reserves where possible to ensure the Charity can cover future costs and have the ability to extend the service as required. To this end, funds have been deposited in a Brewin Dolphin Managed Investment Fund. Brewin Dolphin provides the Charity with monthly statements of the fund's performance, which are reviewed by the Finance Committee. Personnel from Brewin Dolphin periodically attend Board Meetings to discuss performance and future investment possibilities. The Board of Trustees have empowered the Finance Committee to regularly review these investments, to report progress to the Board at each Board meeting, and to maximize the return on reserves held by the Charity whilst ensuring this is done within the portfolio risk framework.

The Charity held stocks and shares as of 31st March 2022 with a market value of £7,764,080. These investments are the major element of the Charity's free reserves. Income from the portfolio is reinvested. For this financial year, a total income of £165,988 was generated from investments.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Strategic Report for the Year Ended 31 March 2022

Qualifying Third Party Indemnity Provisions:

Qualifying third party indemnity provisions made by the Charity are in force for the benefit of the Trustees.

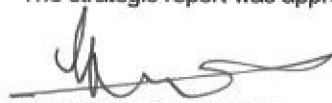
Future Plans

Although the country is finally emerging from the global pandemic, the recovery period for the UK economy and, for LNAA specifically, as well as the pattern of charitable giving and therefore our ability to fundraise remain a challenge. At the time of this report, the UK economy appears unsettled, and the cost of living is set to rise.

The goals of the current Strategic Plan have been achieved and the Charity has begun developing its Strategy for 2022 to 2025. Future developments will likely include:

- Through further partnership working with East Midlands Ambulance Service (EMAS), support the further training of the HEMS Dispatch Desk to enable better tasking.
- Extension of our patient liaison service to provide more support for former patients as they return to everyday life.
- Increasing our availability to deliver critical care to even more patients.
- Introduce new clinical enhancements.
- Re-evaluate and plan for a new retail landscape fit for present day and current trends in the Charity sector.

The strategic report was approved by the Trustees of the Charity on 27 July 2022 and signed on its behalf by:



G L Secker
Trustee

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Statement of Trustees' Responsibilities

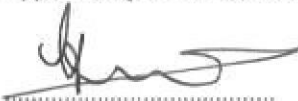
The Trustees (who are also the directors of The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Trustees of the Charity on 27 July 2022 and signed on its behalf by:



G L Secker
Trustee

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Independent Auditor's Report to the Members of The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Opinion

We have audited the financial statements of The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust (the 'charitable parent company') and its subsidiaries (the 'group') for the year ended 31 March 2022, which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, Balance Sheet, Consolidated Statement of Cash Flows, Statement of Cash Flows and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and charitable parent company's affairs as at 31 March 2022 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006 and the Charities Act 2011.

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 charitable parent company 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.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees 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 original financial statements were authorised for issue.

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

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the trustees' 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.

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.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Independent Auditor's Report to the Members of The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and Trustees' Annual Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the group and the charitable parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report and the Trustees' Annual Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Act 2011 requires us to report to you if, in our opinion:

- adequate and sufficient accounting records have not been kept by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the Statement of Trustees' Responsibilities [set out on page 14], the Trustees (who are also the directors of the charitable parent company for the purposes of company law) are 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 Trustees 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 Trustees are responsible for assessing the group's and the parent charitable company'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 Trustees either intend to liquidate the group or the charitable parent company or to cease operations, or have no realistic alternative but to do so.

Auditor 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.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Independent Auditor's Report to the Members of The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Discussions with management, including consideration of known or suspected instances of non-compliance held.
- Challenging assumptions and judgements made within significant accounting estimates and judgements such as depreciation.
- Identification of key laws and regulations central to the charities operations and review of compliance with such laws including a review of Charities Commission website.
- Testing of journal entries and potential override of systems.

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. The 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. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery collusion, omission or misrepresentation.

A further description of our responsibilities is available 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 charitable parent company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and the charitable parent company's trustees, as a body, in accordance with regulations made under section 154 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the charitable parent company's members and trustees 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 charitable parent company and its members as a body and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Forrester Boyd

Carrie Anne Jensen ACA (Senior Statutory Auditor)
For and on behalf of Forrester Boyd, Statutory Auditor

26 South Saint Mary's Gate
Grimsby
North East Lincolnshire
DN31 1LW

27 July 2022

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

**Consolidated Statement of Financial Activities for the Year Ended 31 March 2022
(Including The Consolidated Statement of Comprehensive Income)**

	Note	Unrestricted £	Restricted £	Total 2022 £	Total 2021 £
Income and Endowments from:					
Donations and legacies	3	3,798,098	16,933	3,815,031	3,969,674
Charitable activities	4	3,236,008	30,000	3,266,008	3,271,406
Other trading activities	5	375,202	-	375,202	112,535
Investment income	6	167,640	-	167,640	183,421
Total Income		<u>7,576,948</u>	<u>46,933</u>	<u>7,623,881</u>	<u>7,537,036</u>
Expenditure on:					
Raising funds	8.1	(1,279,318)	-	(1,279,318)	(637,802)
Charitable activities	7	<u>(6,704,552)</u>	<u>(256,482)</u>	<u>(6,961,034)</u>	<u>(6,684,170)</u>
Total Expenditure		<u>(7,983,870)</u>	<u>(256,482)</u>	<u>(8,240,352)</u>	<u>(7,321,972)</u>
Gains/losses on investment assets		<u>95,743</u>	<u>-</u>	<u>95,743</u>	<u>1,234,849</u>
Net (expenditure)/income		<u>(311,179)</u>	<u>(209,549)</u>	<u>(520,728)</u>	<u>1,449,913</u>
Net movement in funds		<u>(311,179)</u>	<u>(209,549)</u>	<u>(520,728)</u>	<u>1,449,913</u>
Reconciliation of funds					
Total funds brought forward		<u>16,135,320</u>	<u>2,907,209</u>	<u>19,042,529</u>	<u>17,592,616</u>
Total funds carried forward	22	<u>15,824,141</u>	<u>2,697,660</u>	<u>18,521,801</u>	<u>19,042,529</u>
	Note		Unrestricted funds £	Restricted funds £	Total 2021 £
Income and Endowments from:					
Donations and legacies	3		3,653,522	316,152	3,969,674
Charitable activities	4		3,271,406	-	3,271,406
Other trading activities	5		112,535	-	112,535
Investment income	6		183,421	-	183,421
Total income			<u>7,220,884</u>	<u>316,152</u>	<u>7,537,036</u>
Expenditure on:					
Raising funds	8.1		(637,802)	-	(637,802)
Charitable activities	7		<u>(6,657,027)</u>	<u>(27,143)</u>	<u>(6,684,170)</u>
Total expenditure			<u>(7,294,829)</u>	<u>(27,143)</u>	<u>(7,321,972)</u>
Gains/losses on investment assets			<u>1,234,849</u>	<u>-</u>	<u>1,234,849</u>
Net income			<u>1,160,904</u>	<u>289,009</u>	<u>1,449,913</u>
Net movement in funds			<u>1,160,904</u>	<u>289,009</u>	<u>1,449,913</u>
Reconciliation of funds					
Total funds brought forward			<u>14,974,416</u>	<u>2,618,200</u>	<u>17,592,616</u>
Total funds carried forward	22		<u>16,135,320</u>	<u>2,907,209</u>	<u>19,042,529</u>

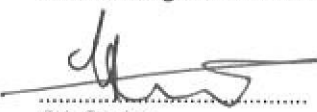
The notes on pages 24 to 43 form an integral part of these financial statements.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

**(Registration number: 02788157)
Consolidated Balance Sheet as at 31 March 2022**

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	14	5,716,464	6,160,889
Investments	15	<u>7,764,080</u>	<u>7,543,938</u>
		<u>13,480,544</u>	<u>13,704,827</u>
Current assets			
Stocks	16	15,587	18,224
Debtors	17	3,039,416	2,338,104
Cash at bank and in hand		<u>2,744,682</u>	<u>5,754,686</u>
		5,799,685	8,111,014
Creditors: Amounts falling due within one year	18	<u>(753,972)</u>	<u>(2,770,989)</u>
Net current assets		<u>5,045,713</u>	<u>5,340,025</u>
Total assets less current liabilities		18,526,257	19,044,852
Provisions	20	<u>(4,456)</u>	<u>(2,323)</u>
Net assets		<u>18,521,801</u>	<u>19,042,529</u>
Funds of the group:			
Restricted		2,697,660	2,907,209
Unrestricted income funds			
Unrestricted		<u>15,824,141</u>	<u>16,135,320</u>
Total funds	22	<u>18,521,801</u>	<u>19,042,529</u>

The financial statements on pages 19 to 43 were approved by the Trustees, and authorised for issue on 27 July 2022 and signed on their behalf by:


.....
G L Secker
Trustee

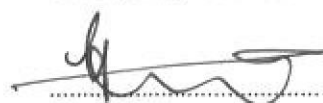
The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

(Registration number: 02788157)
Balance Sheet as at 31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	14	5,692,654	6,148,304
Investments	15	<u>7,764,082</u>	<u>7,543,940</u>
		<u>13,456,736</u>	<u>13,692,244</u>
Current assets			
Debtors	17	3,271,228	2,519,793
Cash at bank and in hand		<u>2,712,167</u>	<u>5,715,524</u>
		5,983,395	8,235,317
Creditors: Amounts falling due within one year	18	<u>(725,626)</u>	<u>(2,763,141)</u>
Net current assets		<u>5,257,769</u>	<u>5,472,176</u>
Net assets		<u>18,714,505</u>	<u>19,164,420</u>
Funds of the Charity:			
Restricted		2,697,660	2,907,209
Unrestricted income funds			
Unrestricted		<u>16,016,845</u>	<u>16,257,211</u>
Total funds	22	<u>18,714,505</u>	<u>19,164,420</u>

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The financial statements on pages 19 to 43 were approved by the Trustees, and authorised for issue on 27 July 2022 and signed on their behalf by:


G L Secker
Trustee

The notes on pages 24 to 43 form an integral part of these financial statements.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Consolidated Statement of Cash Flows for the Year Ended 31 March 2022

	Note	2022 £	2021 £
Cash flows from operating activities			
Net cash (expenditure)/income		(520,728)	1,449,913
Adjustments to cash flows from non-cash items			
Depreciation	14	321,198	145,410
Investment income	6	(167,640)	(183,421)
Loss on disposal of tangible fixed assets	10	412,856	-
Profit on disposal of investments	10	(234,851)	(8,866)
Revaluation of investments	15	139,108	(1,224,230)
		(50,057)	178,806
Working capital adjustments			
Decrease in stocks	16	2,637	2,167
(Increase)/decrease in debtors	17	(701,312)	2,765,003
(Decrease)/increase in creditors		(2,030,955)	1,635,499
Increase/(decrease) in provisions	20	2,133	(2,605)
Increase/(decrease) in deferred income		13,938	(25,076)
Net cash flows from operating activities		(2,763,616)	4,553,794
Cash flows from investing activities			
Interest receivable and similar income	6	1,652	12,054
Purchase of tangible fixed assets	14	(338,753)	(4,143,972)
Sale of tangible fixed assets		49,124	-
Purchase of investments		(1,194,116)	(2,129,924)
Sale of investments		1,069,717	1,995,936
Income from dividends	6	165,988	171,367
Net cash flows from investing activities		(246,388)	(4,094,539)
Net (decrease)/increase in cash and cash equivalents		(3,010,004)	459,255
Cash and cash equivalents at 1 April		5,754,686	5,295,431
Cash and cash equivalents at 31 March		2,744,682	5,754,686

The notes on pages 24 to 43 form an integral part of these financial statements.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Statement of Cash Flows for the Year Ended 31 March 2022

	Note	2022 £	2021 £
Cash flows from operating activities			
Net cash (expenditure)/income		(449,915)	1,621,658
Adjustments to cash flows from non-cash items			
Depreciation	14	325,028	131,193
Investment income	6	(167,640)	(183,421)
(Profit)/loss on disposal of tangible fixed assets		412,856	-
Revaluation of investments	15	139,108	(1,224,230)
(Profit)/loss on disposal of investments		<u>(234,851)</u>	<u>(8,866)</u>
		24,586	336,334
Working capital adjustments			
(Increase)/decrease in debtors	17	(751,435)	2,638,373
(Decrease)/increase in creditors	18	(2,051,453)	1,657,429
Increase/(decrease) in deferred income		<u>13,938</u>	<u>(25,076)</u>
Net cash flows from operating activities		<u>(2,764,364)</u>	<u>4,607,060</u>
Cash flows from investing activities			
Interest receivable and similar income	6	1,652	12,054
Purchase of tangible fixed assets	14	(331,358)	(4,143,467)
Sale of tangible fixed assets		49,124	-
Purchase of investments		(1,194,116)	(2,129,924)
Sale of investments		1,069,717	1,995,936
Income from dividends	6	<u>165,988</u>	<u>171,367</u>
Net cash flows from investing activities		<u>(238,993)</u>	<u>(4,094,034)</u>
Net (decrease)/increase in cash and cash equivalents		(3,003,357)	513,026
Cash and cash equivalents at 1 April		<u>5,715,524</u>	<u>5,202,498</u>
Cash and cash equivalents at 31 March		<u><u>2,712,167</u></u>	<u><u>5,715,524</u></u>

The notes on pages 24 to 43 form an integral part of these financial statements.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

1 Charity status

The Charity is limited by guarantee, incorporated in United Kingdom, and consequently does not have share capital. Each of the Trustees is liable to contribute an amount not exceeding £1 towards the assets of the Charity in the event of liquidation.

The address of its registered office is:

LNAA Headquarters
HEMS Way
Off Sleaford Road
Lincoln
LN4 2GW

These financial statements were authorised for issue by the Trustees on 27 July 2022.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

Basis of preparation

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

The accounts are prepared in sterling and are rounded to the nearest pound.

Basis of consolidation

The consolidated financial statements consolidate the financial statements of the charity and its subsidiary undertakings drawn up to 31 March 2022.

No statement of financial activities is presented for the charity as permitted by section 408 of the Companies Act 2006. The charity made a deficit after tax for the financial year of £449,915 (2021 - surplus: £1,621,658).

A subsidiary is an entity controlled by the charity. Control is achieved where the charity has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

Inter-company transactions, balances and unrealised gains on transactions between the charity and its subsidiaries, which are related parties, are eliminated in full.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

Going concern

The Trustees consider that there are no material uncertainties about the group's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the group.

Income and endowments

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of the income receivable can be measured reliably.

Donations and legacies

Donations are recognised when the Charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the Charity before the Charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the Charity and it is probable that these conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case by case basis following the grant of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the Charity.

Grants receivable

Grants are recognised when the group has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Deferred income

Income from the sale of lottery tickets is recognised when the draw it relates to has taken place. Any income received before the year end relating to a draw after the year end is accounted for as deferred income and carried forward to next year.

Donated services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with Charities SORP (FRS 102), the general volunteer time is not recognised. Please refer to the Trustees' Annual Report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market. A corresponding amount of expenditure is then recognised in the period of receipt.

Investment income

Investment income on funds held is included when interest and dividends are receivable and the amount can be measured reliably by the charity. This is normally upon notification of the income paid or payable.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably.

All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources and with central staff costs allocated on the basis of time spent.

The charitable group is registered for VAT and its income and expenditure are shown net of VAT, to the extent it is recoverable.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Lottery canvassing costs are recognised as incurred.

Charitable activities

Charitable expenditure comprises those costs incurred by the Charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, on time spent by staff and utilisation of resources.

Governance costs

These include the costs attributable to the Charity's compliance with constitutional and statutory requirements, including audit, strategic management and Trustees's meetings and reimbursed expenses.

Taxation

The Charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets (excluding investment assets) are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

There is no specific capitalisation threshold.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Freehold land	Not provided
Freehold property	2%, 4%, 5% and 10% straight line
Fixtures, fittings and equipment	30% and 33% straight line
Motor vehicles	20% and 25% straight line

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

Assets under construction

Not provided

The cost of land included in the balance sheet but not depreciated is £209,521.

Fixed asset investments

Fixed asset investments are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Stock

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO).

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised at the transaction price, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers and are recognised at the transaction price.

Provisions

Provisions are recognised when the Charity has an obligation at the reporting date as a result of a past event, it is probable that the Charity will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

Fund structure

Unrestricted income funds are general funds that are available for use at the Trustees discretion in furtherance of the objectives of the group.

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Pensions and other post retirement obligations

The charity operates a defined contribution pension scheme and the pension charge represents the amounts payable by the charity to the fund in respect of the year.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

Financial instruments

Classification

The charity only has financial assets and financial liabilities that qualify as basic financial instruments.

Recognition and measurement

Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Fixed asset investments are measured at fair value, with gains and losses being recognised in the Statement of Financial Activities.

Investments

Investments in subsidiaries measured at cost less impairment.

3 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total 2022 £	Total 2021 £
Donations and legacies;				
Donations	1,064,659	16,933	1,081,592	1,128,784
Legacies	2,718,005	-	2,718,005	1,925,521
Grants, including capital grants;				
Government grants	15,434	-	15,434	599,217
Grants from other sources	-	-	-	316,152
	<u>3,798,098</u>	<u>16,933</u>	<u>3,815,031</u>	<u>3,969,674</u>

The charity benefits greatly from the involvement and enthusiastic support of its many volunteers, details of which are given in our annual report. In accordance with FRS102 and the Charities SORP (FRS102), the economic contribution of general volunteers is not recognised in the accounts, although an estimate of the cost of staff required to manage the charity shops has been made and recognised within the accounts for the comparative period. Volunteer hours are estimated to be approximately 4,992 hours. If we were to pay retail assistants to carry out this work for us it would be at a minimum cost of £44,488 so the work of the volunteers really is invaluable.

Further details of government grants is given in note 9.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

4 Income from charitable activities

	Unrestricted funds General £	Restricted funds £	Total 2022 £	Total 2021 £
Lottery income	2,865,494	-	2,865,494	2,918,476
Fundraising and solicited donations	370,514	30,000	400,514	352,930
	<u>3,236,008</u>	<u>30,000</u>	<u>3,266,008</u>	<u>3,271,406</u>

5 Income from other trading activities

	General £	Total 2022 £	Total 2021 £
Trading income;			
Shop income from sale of donated goods and services	375,202	375,202	112,535
	<u>375,202</u>	<u>375,202</u>	<u>112,535</u>

6 Investment income

	General £	Total 2022 £	Unrestricted Total 2021 £
Income from dividends;			
Dividends receivable from other listed investments	165,988	165,988	171,367
Interest receivable and similar income;			
Interest receivable on bank deposits	1,652	1,652	12,054
	<u>167,640</u>	<u>167,640</u>	<u>183,421</u>

7 Expenditure on charitable activities

	Activity undertaken directly £	Activity support costs £	2022 £	2021 £
Operation of air ambulance	<u>4,937,295</u>	<u>2,023,739</u>	<u>6,961,034</u>	<u>6,684,170</u>

£6,648,351 (2021: £6,657,027) of the above expenditure was attributable to unrestricted funds and £179,934 (2021: £27,143) to restricted funds, which includes depreciation of £179,934 relating to the new HQ which was partly funded by restricted capital grants.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

8 Analysis of governance and support costs

8.1 Expenditure on raising funds

a) Costs of generating donations and legacies

	Note	General £	Total 2022 £	Unrestricted Total 2021 £
Donated services and gifts in kind		6,250	6,250	-
Other direct costs of generating voluntary income		50,382	50,382	1,967
Allocated support costs	8	1,837	1,837	-
		<u>58,469</u>	<u>58,469</u>	<u>1,967</u>

b) Costs of trading activities

	Note	General £	Total 2022 £	Unrestricted Total 2021 £
Trading subsidiary costs		226,213	226,213	225,278
Lotteries and competitions		709,953	709,953	112,166
Staff Costs		240,494	240,494	253,278
		<u>1,176,660</u>	<u>1,176,660</u>	<u>590,722</u>

c) Investment management costs

	Note	General £	Total 2022 £	Unrestricted Total 2021 £
Other investment management costs;				
Amounts payable to investment managers		44,189	44,189	45,113
		<u>44,189</u>	<u>44,189</u>	<u>45,113</u>

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

Support costs allocated to charitable activities

	Basis of allocation	Governance costs £	Finance costs £	Information technology £	Staff costs £	Administration costs £	Premises costs including depreciation £	Other support costs £	Total 2022 £
Operation of air ambulance	A	43,823	3,415	71,235	912,951	103,053	254,510	634,752	2,023,739
	Basis of allocation	Governance costs £	Finance costs £	Information technology £	Staff costs £	Administration costs £	Premises costs including depreciation £	Other support costs £	Total 2021 £
Operation of air ambulance	A	48,861	5,879	29,177	859,121	32,594	75,094	153,087	1,203,813

Basis of allocation

Reference	Method of allocation
A	Allocated as spent

Governance costs

	General £	Total 2022 £	Unrestricted Total 2021 £
Audit fees			
Audit of the financial statements	11,235	11,235	10,000
Legal fees	32,588	32,588	38,338
Other governance costs	-	-	523
	43,823	43,823	48,861

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

9 Government grants

During the year a government grant of £15,434 was received via Covid support grants. In the previous year £181,000 was received to support air operations, £228,909 was received via the Coronavirus Job Retention Scheme and £189,308 via Covid support retail grants.

The amount of grants recognised in the financial statements was £15,434 (2021 - £599,217).

10 Net incoming/outgoing resources

Net (outgoing)/incoming resources for the year include:

	2022 £	2021 £
Operating leases - helicopter	2,850,036	1,541,593
Operating leases - property	67,953	102,934
Audit fees	11,235	10,000
Loss on disposal of tangible fixed assets	412,856	-
Profit/ (Loss) on disposal of investments	(234,851)	(8,866)
Depreciation of fixed assets	<u>575,131</u>	<u>145,410</u>

11 Trustees remuneration and expenses

No Trustees, nor any persons connected with them, have received any remuneration from the group during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

12 Staff costs

The aggregate payroll costs were as follows:

	2022 £	2021 £
Staff costs during the year were:		
Wages and salaries	1,428,155	1,133,124
Social security costs	140,442	88,438
Pension costs	55,801	37,842
	<u>1,624,398</u>	<u>1,259,404</u>

The monthly average number of persons (including senior management team) employed by the group during the year was as follows:

	2022 No	2021 No
Management and Administration	13	6
Fundraising and Communications	9	12
Operational	9	5
Charity Retail	8	9
Lottery	3	1
	<u>42</u>	<u>33</u>

During the year, the group made redundancy payments which totalled £1,462 (2021 - £46,866).

The number of employees whose emoluments fell within the following bands was:

	2022 No	2021 No
£60,001 - £70,000	1	-
£70,001 - £80,000	-	1
£80,001 - £90,000	1	1
£90,001 - £100,000	1	-

The total employee benefits of the key management personnel of the group were £598,357 (2021 - £513,036).

13 Auditors' remuneration

	2022 £	2021 £
Audit of the financial statements	<u>11,235</u>	<u>10,000</u>

£2,000 (2021: £2,000) of the above amount was remuneration for the audit of the trading subsidiary.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

14 Tangible fixed assets

Group

	Land and buildings £	Furniture and equipment £	Motor vehicles £	Total £
Cost				
At 1 April 2021	6,269,551	687,409	327,455	7,284,415
Additions	140,134	197,529	1,090	338,753
Disposals	(648,141)	(305,893)	(83,077)	(1,037,111)
At 31 March 2022	<u>5,761,544</u>	<u>579,045</u>	<u>245,468</u>	<u>6,586,057</u>
Depreciation				
At 1 April 2021	356,698	537,710	229,118	1,123,526
Charge for the year	184,457	97,941	38,800	321,198
Eliminated on disposals	(186,924)	(305,130)	(83,077)	(575,131)
At 31 March 2022	<u>354,231</u>	<u>330,521</u>	<u>184,841</u>	<u>869,593</u>
Net book value				
At 31 March 2022	<u>5,407,313</u>	<u>248,524</u>	<u>60,627</u>	<u>5,716,464</u>
At 31 March 2021	<u>5,912,853</u>	<u>149,699</u>	<u>98,337</u>	<u>6,160,889</u>

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

Charity

	Land and buildings £	Furniture and equipment £	Motor vehicles £	Total £
Cost				
At 1 April 2021	6,269,551	610,848	275,157	7,155,556
Additions	140,134	175,029	16,195	331,358
Disposals	<u>(648,141)</u>	<u>(273,855)</u>	<u>(85,302)</u>	<u>(1,007,298)</u>
At 31 March 2022	<u>5,761,544</u>	<u>512,022</u>	<u>206,050</u>	<u>6,479,616</u>
Depreciation				
At 1 April 2021	356,698	463,604	186,950	1,007,252
Charge for the year	184,457	87,251	53,320	325,028
Eliminated on disposals	<u>(186,924)</u>	<u>(273,092)</u>	<u>(85,302)</u>	<u>(545,318)</u>
At 31 March 2022	<u>354,231</u>	<u>277,763</u>	<u>154,968</u>	<u>786,962</u>
Net book value				
At 31 March 2022	<u>5,407,313</u>	<u>234,259</u>	<u>51,082</u>	<u>5,692,654</u>
At 31 March 2021	<u>5,912,853</u>	<u>147,244</u>	<u>88,207</u>	<u>6,148,304</u>

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

15 Fixed asset investments

Group

	2022 £	2021 £
Other investments	<u>7,764,080</u>	<u>7,543,938</u>

Other investments

	Listed investments £	Unlisted investments £	Total £
Cost or Valuation			
At 1 April 2021	7,467,878	76,060	7,543,938
Revaluation	(139,108)	-	(139,108)
Additions	1,109,622	84,494	1,194,116
Disposals	<u>(834,866)</u>	<u>-</u>	<u>(834,866)</u>
At 31 March 2022	<u>7,603,526</u>	<u>160,554</u>	<u>7,764,080</u>
Net book value			
At 31 March 2022	<u>7,603,526</u>	<u>160,554</u>	<u>7,764,080</u>
At 31 March 2021	<u>7,467,878</u>	<u>76,060</u>	<u>7,543,938</u>

Charity

	2022 £	2021 £
Shares in group undertakings and participating interests	2	2
Other investments	<u>7,764,080</u>	<u>7,543,938</u>
	<u>7,764,082</u>	<u>7,543,940</u>

Shares in group undertakings and participating interests

	Subsidiary undertakings £	Total £
Cost		
At 1 April 2021	<u>2</u>	<u>2</u>
At 31 March 2022	<u>2</u>	<u>2</u>
Net book value		
At 31 March 2022	<u>2</u>	<u>2</u>
At 31 March 2021	<u>2</u>	<u>2</u>

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

Other investments

	Listed investments £	Unlisted investments £	Total £
Cost or Valuation			
At 1 April 2021	7,467,878	76,060	7,543,938
Revaluation	(139,108)	-	(139,108)
Additions	1,109,622	84,494	1,194,116
Disposals	(834,866)	-	(834,866)
At 31 March 2022	<u>7,603,526</u>	<u>160,554</u>	<u>7,764,080</u>
Net book value			
At 31 March 2022	<u>7,603,526</u>	<u>160,554</u>	<u>7,764,080</u>
At 31 March 2021	<u>7,467,878</u>	<u>76,060</u>	<u>7,543,938</u>

Details of undertakings

Details of the investments in which the Charity holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held		Principal activity
			2022	2021	
Subsidiary undertakings					
Ambucopter Trading Company Limited	United Kingdom	Ordinary Shares	100%	100%	Sale of souvenirs and donated goods to generate income for the benefit of The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

Subsidiaries

The loss for the financial period of Ambucopter Trading Company Limited was £72,333 and the aggregate amount of capital and reserves at the end of the period was a deficit of £192,706.

16 Stock

	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Stocks	15,587	18,224	-	-

Group

The cost of stock recognised as an expense in the year amounted to £7,090 (2021 - £2,584).

17 Debtors

	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Trade debtors	12,671	1,058	12,480	-
Due from group undertakings	-	-	271,993	199,726
Prepayments	121,460	90,998	102,465	84,597
Accrued income	2,834,854	2,059,490	2,827,615	2,056,667
VAT recoverable	50,481	181,558	41,725	178,803
Other debtors	19,950	5,000	14,950	-
	<u>3,039,416</u>	<u>2,338,104</u>	<u>3,271,228</u>	<u>2,519,793</u>

18 Creditors: amounts falling due within one year

	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Trade creditors	97,397	190,344	78,088	188,444
Trading subsidiary corporation tax payable	(8,691)	(8,691)	-	-
Other taxation and social security	42,760	25,244	42,760	25,244
Other creditors	14,677	11,145	14,677	11,145
Accruals	243,010	2,202,066	225,282	2,187,427
Deferred income	364,819	350,881	364,819	350,881
	<u>753,972</u>	<u>2,770,989</u>	<u>725,626</u>	<u>2,763,141</u>

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

Deferred income

Group

	2022 £	2021 £
Deferred income at 1 April 2021	(350,881)	(375,957)
Resources deferred in the period	(364,819)	(350,881)
Amounts released from previous periods	350,881	375,957
Deferred income at year end	<u>(364,819)</u>	<u>(350,881)</u>

Charity

	2022 £	2021 £
Deferred income at 1 April 2021	(350,881)	(375,957)
Resources deferred in the period	(364,819)	(350,881)
Amounts released from previous periods	350,881	375,957
Deferred income at year end	<u>(364,819)</u>	<u>(350,881)</u>

Deferred income relates to lottery money and rent received in advance.

19 Obligations under leases and hire purchase contracts

Operating lease commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

	Group		Charity	
	2022 £	2021 £	2022 £	2021 £
Other				
Within one year	2,901,854	3,151,792	2,850,036	2,850,036
Between one and five years	11,495,907	11,529,475	11,400,144	11,400,144
After five years	5,854,051	8,722,337	5,817,551	8,667,587
	<u>20,251,812</u>	<u>23,403,604</u>	<u>20,067,731</u>	<u>22,917,767</u>

20 Provisions

Group

Deferred tax relates to differences between accumulated depreciation and capital allowances.

21 Pension and other schemes

Defined contribution pension scheme

The group operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the group to the scheme and amounted to £55,801 (2021 - £37,842).

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

22 Funds

Group

	Balance at 1 April 2021 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 March 2022 £
Unrestricted						
General	9,635,320	7,576,948	(7,983,870)	4,500,000	95,743	13,824,141
Designated	6,500,000	-	-	(4,500,000)	-	2,000,000
Total unrestricted	16,135,320	7,576,948	(7,983,870)	-	95,743	15,824,141
Restricted	2,907,209	46,933	(256,482)	-	-	2,697,660
Total funds	19,042,529	7,623,881	(8,240,352)	-	95,743	18,521,801

	Balance at 1 April 2020 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 March 2021 £
Unrestricted					
General	8,474,416	7,220,884	(7,294,829)	1,234,849	9,635,320
Designated	6,500,000	-	-	-	6,500,000
Total unrestricted	14,974,416	7,220,884	(7,294,829)	1,234,849	16,135,320
Restricted	2,618,200	316,152	(27,143)	-	2,907,209
Total funds	17,592,616	7,537,036	(7,321,972)	1,234,849	19,042,529

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

Charity

	Balance at 1 April 2021 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 March 2022 £
Unrestricted						
General	9,757,211	7,232,133	(7,568,242)	4,500,000	95,743	14,016,845
Designated	6,500,000	-	-	(4,500,000)	-	2,000,000
Total unrestricted	16,257,211	7,232,133	(7,568,242)	-	95,743	16,016,845
Restricted	2,907,209	46,933	(256,482)	-	-	2,697,660
Total funds	19,164,420	7,279,066	(7,824,724)	-	95,743	18,714,505

	Balance at 1 April 2020 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 March 2021 £
Unrestricted					
General	8,424,562	6,950,354	(6,852,554)	1,234,849	9,757,211
Designated	6,500,000	-	-	-	6,500,000
Total unrestricted	14,924,562	6,950,354	(6,852,554)	1,234,849	16,257,211
Restricted	2,618,200	316,152	(27,143)	-	2,907,209
Total funds	17,542,762	7,266,506	(6,879,697)	1,234,849	19,164,420

The specific purposes for which the funds are to be applied are as follows:

LIBOR funding of £700,000 has been received for a capital building project and has been designated to restricted reserves.

Funding from Secretary of State for Health and Social Care of £1,818,200 for a capital building project.

Unrestricted funds are available for the purposes of the Charity, to be spent as the Trustees see fit in line with our charitable purpose. An element of these funds £2,000,000 has been defined as Designated Funds and earmarked as follows:

During the Covid pandemic our ability to raise funds was severely hampered and mindful of the planned increased expenditure linked to service development, Trustees had, as part of our Designated Funds, previously ear marked £6,000,000 as our Covid Impact Income Fund (CIIF) to cover potential loss of income, as well as £500,000 for equipment for the New HQ and Airbase. In view of the Charity's recent financial performance and the UK's emergence from the pandemic, Trustees have now released the designated CIIF amount and the Planned Capital Expenditure Fund as all equipment for the new Airbase has been purchased. Taking into account our emerging new strategy to significantly expand fundraising activities and invest further in service delivery enhancements, Trustees have assigned £2,000,000 for this in our Designated Funds.

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

23 Analysis of net assets between funds

Group

	Unrestricted funds		Restricted funds	Total funds at 31 March 2022
	General	Designated		
	£	£	£	£
Tangible fixed assets	3,018,804	-	2,697,660	5,716,464
Fixed asset investments	5,764,080	2,000,000	-	7,764,080
Current assets	5,799,685	-	-	5,799,685
Current liabilities	(753,972)	-	-	(753,972)
Provisions	(4,456)	-	-	(4,456)
Total net assets	13,824,141	2,000,000	2,697,660	18,521,801

	Unrestricted funds		Restricted funds	Total funds at 31 March 2021
	General	Designated		
	£	£	£	£
Tangible fixed assets	6,160,889	-	-	6,160,889
Fixed asset investments	6,247,743	1,296,195	-	7,543,938
Current assets	-	5,203,805	2,907,209	8,111,014
Current liabilities	(2,770,989)	-	-	(2,770,989)
Provisions	(2,323)	-	-	(2,323)
Total net assets	9,635,320	6,500,000	2,907,209	19,042,529

Charity

	Unrestricted funds		Restricted funds	Total funds at 31 March 2022
	General	Designated		
	£	£	£	£
Tangible fixed assets	2,994,994	-	2,697,660	5,692,654
Fixed asset investments	5,764,082	2,000,000	-	7,764,082
Current assets	5,983,395	-	-	5,983,395
Current liabilities	(725,626)	-	-	(725,626)
Total net assets	14,016,845	2,000,000	2,697,660	18,714,505

	Unrestricted funds		Restricted funds	Total funds at 31 March 2021
	General	Designated		
	£	£	£	£
Tangible fixed assets	5,587,737	-	-	5,587,737
Fixed asset investments	6,247,743	1,296,195	-	7,543,938
Current assets	124,303	5,203,805	2,907,209	8,235,317
Current liabilities	(2,192,626)	-	-	(2,192,626)
Total net assets	9,767,157	6,500,000	2,907,209	19,174,366

The Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

24 Analysis of net funds

Group

	At 1 April 2021 £	Financing cash flows £	At 31 March 2022 £
Cash at bank and in hand	5,754,686	(3,010,004)	2,744,682
Net debt	5,754,686	(3,010,004)	2,744,682

25 Related party transactions

Charity

During the year the Charity made the following related party transactions:

Ambucopter Trading Company Limited

(100% owned subsidiary of Lincolnshire & Nottinghamshire Air Ambulance Charitable Trust)

Rent was charged to the subsidiary for use of the Mansfield Woodhouse charity shop of £18,250. There were also cross charges relating to salaries of £185,717 and a management recharge of £27,571. At the balance sheet date the amount due from Ambucopter Trading Company Limited was £271,993 (2021 - £199,726).

26 Taxation

The parent company is a registered charity and its activities are exempt from taxation. The trading subsidiary is subject to tax, but due to losses incurred in the year, a corporation tax refund of £8,691 is repayable for the year ended 31 March 2021.

