

Hosbis Dewi Sant St David's Hospice

(A Company Limited by Guarantee)

Annual Report and Consolidated Accounts

For the year ended 31 December 2023

Charity Number 1038543

Company Number 2922828

THURSDAY



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**Hosbis Dewi Sant
St David's Hospice**

Index to Annual Report and Accounts

Year Ended 31 December 2023

Contents	Page
Chairman's Review	1 - 2
Trustees Annual Report	
Reference & Administrative Details	3
Structure, Governance & Management	4-5
Objectives & Activities	6
Financial Review	7-8
Plans for future periods	8
Report of the Independent Auditors	9-11
Consolidated Statement of Financial Activities	12
Consolidated and Charity Statement of Financial Position	13
Consolidated Cash Flow Statement	14
Notes Forming Part of the Financial Statements	15-25

Hosbis Dewi Sant

St David's Hospice

Chairman's Review

For the year ended 31 December 2023

Welcome to the Annual Report of St David's Hospice for 2023.

As I'm sure you will know, 2023 was a difficult year, in financial terms, for many organisations, families and individuals. Although the challenges of the Covid pandemic are largely behind us, its consequences on our society are still very real. Cost of living pressures; high inflation – particularly for health care services; a squeeze on the public sector and increased competition in recruiting skilled staff have all contributed to formidable challenges for St David's. All hospices in the UK have faced these pressures – as you may have seen in television reports. At least one UK hospice has gone into administration.

To face those challenges, the St David's Hospice Board and Management Team have operated in a new, more focussed and integrated way in driving costs down and maximising income generation, where we can. Despite that, we end 2023 in a considerable over-spend position of approximately £1.2 million – although that would have been £400,000 less had we been able to include a Welsh Government grant that was notified after the year-end.

Fortunately, we have been able to 'carry' that 2023 overspend, thanks to our communities' support over the years in building a solid reserve. It is true that our average financial performance over the past few years has been good, thanks, again, to the level of support we receive from those communities.

These Accounts outline the details of the financial activities in the Hospice in 2023, and we hope that they give reassurance on the professional and serious manner in which we manage our service.

I'm delighted to also report that, whilst we have tackled these financial challenges, our clinical services have continued to thrive. The Board receives regular 'anonymised' reports on clinical matters, plus extensive clinical performance information on our service, together with feedback from patients and their families, which gives us considerable reassurance on the quality of care we provide. For all of us at St David's, the ability to support our patients and families, at their most trying times, remains the priority and is an enormous privilege and honour.

Although 2023 was predicted to be, and became, a difficult financial year, I remain very optimistic for the future of the hospice. Whilst the details are awaited in next year's report, at the time of writing we are seeing real signs of improvement in income generation in 2024. In addition, Welsh Government has recognised the challenges facing hospices throughout Wales and are now working on a central commissioning unit, which will, it appears, provide some direct funding for the service. That should level out the regional variations in NHS financial support we currently endure.

The Board of St David's Hospice is in the process of some change in personnel. Roy Drinkwater retired in 2023, after many years of giving sound advice and support, particularly in the matter of estate management. More recently, Sioned Edwards and Arfon Thomas have also retired - unfortunately because of ill-health. Both gave such a lot of their own time and expertise to the hospice service, when in Gwynedd and Anglesey Hospice at Home and at St David's Hospice. We send our best wishes and gratitude to all of them.

In 2023 we welcomed Charles Hawkins to the Board. Charles has had a very successful career in investment management, and he brings outstanding financial knowledge, experience and skills to our decision-making. More recently, we have welcomed two additional Trustees – Alwena Potter and Wyn Thomas. Alwena and Wyn have attended many of our committee meetings as 'Associate Trustees' over the past year, and I know that both will add considerable value and expertise to the Board.

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St David's Hospice

Chairman's Review

For the year ended 31 December 2023

Finally, the terms of office of Mandy Hughes, our vice chair, and myself come to an end at this year's AGM. I do want to personally thank Mandy for her commitment to the service and her unstinting and professional advice to me over the past seven years. Mandy has been great!

For me, retiring from St David's Board will bring substantial changes at a personal level – a true bitter-sweet moment! But I look back with gratitude and a real sense of privilege at being able to play a small part in such a valued service. I will long remember some of the moments of care, devotion and dedication that I have witnessed – whether that is in the kindness and duty shown to our patients, or the occasions when our volunteers and staff have gone 'above and beyond' in furthering the cause. But more importantly, I hand over the Board chairmanship to Richard Thomas, who has been a long-standing Trustee with us. Richard is held in the highest esteem by all of us at St David's and it is a massive reassurance, to me, to see Richard take the reins. I know he and St David's will be a great success.

Thank you.



Dr Lyndon Miles

Chair of Trustees

20/09/2024

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St David's Hospice
Trustees Annual Report for the year ended 31 December 2023

Reference & Administrative Details

Directors and Trustees

At the date of the report, there are currently 11 Trustees of St. David's Hospice. The Trustees who served during the year were as follows:-

Dr L Miles	Chair of Trustees	Dr S MacVicar
Ms J Leslie	Honorary Treasurer	Mr A Thomas (Resigned May 2024)
Mrs A Hughes	Vice Chair of Trustees (Resigned June 2024)	Mr D Williams
Mr R Drinkwater (Resigned September 2023)		Mrs S Edwards (Resigned April 2024)
Mr R Thomas		Mr D Hardy
Ms E Jones		Mr C Hawkins (Appointed February 2023)
Dr H Edwards		

Chief Executive	Mr T Pritchard
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Company Secretary	Ms J Leslie
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Registered Office	Abbey Road Llandudno Conwy LL30 2EN
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Registered Company Number	2922828
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Registered Charity Number	1038543
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Registered Auditors	Pritchett & Co Business Advisers Limited Chartered Accountants & Statutory Auditor 16 Wynnstay Road Colwyn Bay LL29 8NB
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Bankers	Lloyds TSB 22 Mostyn Street Llandudno, LL30 2RU
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Investment Managers	Rathbones Investment Management Ltd Port of Liverpool Building Pier Head Liverpool L3 1NW
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Solicitors	Lanyon Bowdler Solicitors 1 & 2 Connaught House Riverside Business Park, Benarth Road Conwy, LL32 8UB
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St David's Hospice

Trustees Annual Report for the year ended 31 December 2023

The Trustees of St David's Hospice, who are also Directors for the purpose of the Companies Act 2006, submit their annual report and the audited accounts of the group for the year ended 31 December 2023. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (published in October 2019).

Structure, Governance & Management

Constitution

St David's Hospice is the parent company of a group, limited by guarantee but not having share capital (Company No. 2922828), and is registered as a Charity under the Charities Act 2011 (Registered Charity No. 1038543). The group was set up in 1996 and is governed by a Memorandum and Articles of Association which were last amended in June 2013. The management of the group is vested in a Board of Trustees.

Group Status

The group is limited by guarantee. The liability of the Trustees is limited to a sum not exceeding £10, being the amount that each Trustee undertakes to contribute to the assets of the charity in the event of it being wound up while he/she is a Trustee or within one year after he/she ceases to be a Trustee.

Recruitment of Trustees

Trustees are appointed by the members after nomination in accordance with the procedures detailed in the groups Articles of Association. Appointing and keeping the right Trustees is an important part of governing the group. It needs a balance of skills and types of people. Trustees continue to utilise the revised information pack which summarises the roles and responsibilities of a Trustee.

The Board of Trustees is compiled of the following who served during the year:

Dr L Miles - Chair of Trustees	Dr S MacVicar
Ms J Leslie - Honorary Treasurer	Mr A Thomas (Resigned May 2024)
Mrs A Hughes - Vice Chair of Trustees (Resigned June 2024)	Mr D Williams
Mr R Drinkwater (Resigned September 2023)	Mrs S Edwards (Resigned April 2024)
Mr R Thomas	Mr D Hardy
Ms E Jones	Mr C Hawkins (Appointed February 2023)
Dr H Edwards	

Mrs A Potter and Mr W Thomas were appointed as directors after 31 December 2023 but prior to the date of this report.

Induction and training of Trustees

Trustees receive a comprehensive induction pack to acquaint them with St David's Hospice policy and practice, its aims and objectives, management and governance, also with what is expected of them under charity law, with particular reference to Charity Commission guidance publications.

Key management remuneration policy

The Hospice management team is headed by the Hospice Chief Executive and comprises the following staff: Director of Care, Medical Director, Commercial Director and Director of Finance and Resources.

Arrangements for setting pay and remuneration are undertaken by the Board of Trustees.

Related Parties

St David's Hospice has one trading subsidiary, St David's Promotions Limited. St David's Promotions Limited runs a lottery to raise funds for the benefit of the Hospice and donates all profits to St David's Hospice.

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St David's Hospice

Trustees Annual Report for the year ended 31 December 2023 (cont.)

Governance & Internal Control

The Board of Trustees meets five times a year to direct the management and governance of the group. This includes reviews of the group's policies and protocols, developments to services, finances and fundraising. The day to day management of the group is delegated to the group Chief Executive and the group Management Team.

Statement of Trustee Responsibilities

UK company and charity law requires the Trustees to prepare accounts for each financial year, which give a true and fair view of the state of affairs of the group at the end of the financial year and of the surplus or deficit for that period. In preparing this annual report, the Trustees have:

- * Selected suitable accounting policies and then applied them consistently.
- * Observe the methods and principles in the Charities SORP.
- * Make judgements and estimates that are reasonable and prudent.

Stated whether applicable accounting standards have been followed, subject to any material departures disclosed and

- * explained in the accounts.

- * Prepared financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in business.

The Trustees have responsibility for ensuring that the group has appropriate systems of controls, financial and otherwise. They are also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the group and enable them to ensure that the annual report and accounts comply with the Companies Act 2006 and the "Statement of Recommended Practice: Accounting and Reporting by Charities". They are also responsible for safeguarding the assets of the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In accordance with company law, as the group's directors, we certify that:

So far as we are aware, there is no relevant audit information of which the group's auditors are unaware; and as the directors of the group we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant audit information and to establish that the group's auditors are aware of that information.

The group's board sub groups have continued to meet throughout the year - these groups deal with specific operating policy for Income Generation, Clinical Governance, Finance and HR. These sub groups have only limited authority from the Board to act autonomously, however they mostly make recommendations for the Board for its consideration and approval.

The group is registered with Health Inspectorate Wales (HIW) as an independent adult Hospice, providing eighteen in-patient beds and up to ten places in its day unit. It has to demonstrate that it complies with the Care Standards Act 2000 and associated regulations, which include a set of National Minimum Standards. In addition, The Welsh Government sets down specific objectives in relation to the delivery of specialist palliative care which are directly linked to grant funding.

The group is a member of the national charity Hospice UK which is an advisory body. The periodic inspections by Health Inspectorate Wales provides an independent check that the group is minimising risks and operating to National guidelines.

Risk Management

Trustees and staff annually review major risks to which the group may be exposed using the process recommended by The Charity Commission. Systems have been established to mitigate any risks which have been identified and the Strategic Risk Register is regularly monitored and updates given to the Finance and HR Committee on a regular basis. Internal risks are minimised by the implementation of procedures for the authorisation of financial transactions.

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St David's Hospice

Trustees Annual Report for the year ended 31 December 2023 (cont.)

Objectives of the Group

The main objectives of the group are:

- * The running of an adult palliative care facility providing symptom relief, respite and end of life care
- * Promoting or encouraging research into the care and treatment of persons suffering from progressive, life threatening illnesses
- * Promoting, encouraging or assisting in the teaching or training of students in any branch of medicine, nursing or allied
- * Providing psychological, social and spiritual help for patients and family of patients.

Public benefit statement - Aims, Activities and Achievements

The aim of the group is to provide the highest quality specialist palliative care for the people of North West Wales. The main activity continues to be the delivery of specialist medical and nursing services to patients and their families and carers by a skilled and dedicated multi-professional palliative care team. The group has eighteen registered beds, 14 in Llandudno and 4 in Holyhead, providing symptom relief, respite and end of life care. There is also a Day Therapy service (Hafan Dewi Sant) providing appointments in Llandudno and Bangor. The services include physiotherapy, bereavement/counselling, art and complementary therapy. We also offer a FAB (Fatigue, Anxiety and Breathlessness) group and have introduced a new Parkinson's Clinic which started in October 2023.

The Hospice received 394 referrals in 2023 of which 288 were admitted to our inpatient unit in Llandudno and Holyhead. Bereavement support, advice and counselling services were provided to over 500 people during the year by our social worker and counsellor. 663 physiotherapy sessions were carried out and 1942 people received art and complimentary therapy.

The Trustees believe that the objectives and services provided by the group, reflected in the above notes, are compliant with the duty in section 17(5) of the 2011 Charities Act to have due regard to the Charities Commission Guidance on Public Benefit.

The Trustees believe the following strategies further demonstrate public benefit.

- * Maintain and improve upon the highest quality and standards of care and services for patients, their families and carers.
Ensure that the resources within the group are effectively managed and that in the future services continue to be available for patients.
- * As a specialist Palliative Care Provider we will encourage all staff to continue in their professional development.
We will continue to listen and respond to the opinions of our patients, the general public, staff and other professionals about what they want from us.
- * Working with other palliative care providers and partners we will continue to plan and deliver services that benefit all patients in our area.

Hosbis Dewi Sant

St David's Hospice

Trustees Annual Report for the year ended 31 December 2023 (cont.)

Financial Review

Review of Activities and Financial Position - Hospice

Details of the results for the year are shown in the Statement of Financial Activities and notes forming part of the Financial Statements.

For 2023 the Trustees report a consolidated deficit for the year of £1,208,919 (2022: surplus £11,771) and consolidated accumulated funds of £6,967,072 (2022: £8,175,991). The financial position of the group is set out in the balance sheet on Page 13. The free reserves of the group amounted to £3,454,955 (2022: £3,749,354) which equates to approximately six months of expenditure.

Total Incoming Resources

Total incoming resources decreased on 2022 by £1,516,528 or 22%. Income from our shops, ecommerce and legacies decreased compared to their 2022 totals.

Fundraising and Fundraising Standards Information

In 2023 fundraised income totalled £409,016.

No external professional fundraisers were employed during the financial year. Four commercial agreements are in place with local businesses (total value £3,560 (2022: £1,904)). In 2023, no formal fundraising complaints were received relating to activities by the charity.

Hospice Shops

Income from our Hospice shops continues to be a major revenue source to the charity - we are always looking to maximise our income and look for additional new shops. We are continuing to develop our ecommerce income to adapt to current buying trends.

St David's Promotions Ltd

St David's Promotions Ltd is a wholly owned subsidiary and operates the St David's Hospice Lottery.

Hosbis Dewi Sant**St David's Hospice****Trustees Annual Report for the year ended 31 December 2023 (cont.)****Investment Policy**

As part of the remit of Finance Sub Committee, all investments are reviewed on a twice-yearly basis with external advisers.

The group appointed a new investment firm (Rathbones Investment Management Ltd.) in 2023 replacing Dragon Investment Managers Ltd and Investec. Rathbones have been given discretionary management of the portfolio by the Finance Sub Committee. This committee reports to the Board of Trustees on a quarterly basis or as necessary and determines the appropriate balance between short and long-term reserves. The investment objective for short-term reserves is to preserve the capital value with a minimum level of risk. The investment objective for long-term reserves is expected to at least generate a return in excess of inflation over a 5-year rolling term, using Level 3 (on the risk scale of 1-6).

The split of investments is currently as follows:

	%
Fixed Interest Securities	19.3
Equities	60.4
Diversifiers	12.8
Cash pending held as part of the investment portfolio	7.5

Reserves

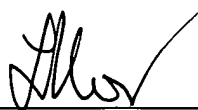
During the year the group's total reserves decreased from £8,175,991 to £6,967,072 of which £2,856,265 is held in tangible fixed assets. The remaining reserves amount to £4,110,807 which Trustees consider to be a reasonable amount given the current economic climate.

Plans for Future Periods

The cost of living crisis across the UK impacted on our ability to raise funds during 2023, although fundraising and donations were much stronger towards the end of the year. Income from Legacy gifts reduced by 65% to £774,695 from the amount received in 2022 (£2,196,758). We were notified of legacy gifts of £107,000 which have not been recognised as income, as probate had not been granted at the end of the year. In addition, substantial grant funding towards our refurbishment programme was secured late in 2023 (£400,000). The conditions of the grant will not be met until works are completed in 2024 at which time the grant income will be recognised.

Additional funding of £425,000 has been received in 2024 from the Welsh Government to help with the cost of living crisis. This is not provided for in the 2023 accounts as the Welsh Government had advised that the additional funding was unavailable at the 31st December 2023.

It is the 25th Anniversary of St Davids Hospice in 2024 which provides an opportunity for us to enhance our community engagement and develop further supporters. In order to ensure the longevity of the Hospice premises in Llandudno, reserves have been designated to begin a programme of much needed refurbishment. In 2022 we designated £1.5m for this purpose which, given the overall reduction in our reserves at the end of 2023, has now been reduced to £0.5m with the shortfall being replaced with Grant funding. The refurbishment will commence in the second half of 2024.



Dr L Miles

Chair of Trustees

20/09/2024

**Hosbis Dewi Sant
St David's Hospice
Independent Auditor's Report
To the Members of St David's Hospice**

We have audited the financial statements of St David's Hospice Limited (the 'parent charitable company') and its subsidiary St David's Promotions Limited (the 'group') for the year ended 31 December 2023 which comprise Consolidated Statement of Financial Activities, Consolidated and Charity Statement of Financial Position, Consolidated Cash Flow Statement 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 applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (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 the parent charitable company's affairs as at 31 December 2023 and of the groups incoming resources and application of resources, including its income and expenditure, for the year then ended, (and of the undertakings included in the consolidation as a whole, so far as concerns the members of the group);
- * 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent charitable 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 or parent charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

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. The trustees are responsible for the other information contained within the annual report. 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.

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 course of 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 themselves. 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.

**Hosbis Dewi Sant
St David's Hospice
Independent Auditor's Report
To the Members of St David's Hospice (cont.)**

Opinions 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 trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees report has 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 parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees report.

We have nothing to report in respect of the following matters in relation to which 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's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' 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 trustees' responsibilities statement set out on page 5 the trustees (who are also the directors of the charitable 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 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 parent charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Irregularities are instances of non-compliance with laws and regulations. The objectives of our audit are to obtain sufficient appropriate audit evidence regarding compliance with laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements, to perform audit procedures to help identify instances of non-compliance with other laws and regulations that may have a material effect on the financial statements, and to respond appropriately to identified or suspected non-compliance with laws and regulations identified during the audit.

In relation to fraud, the objectives of our audit are to identify and assess the risk of material misstatement of the financial statements due to fraud, to obtain sufficient appropriate evidence regarding the assessed risks of material misstatement due to fraud through designing and implementing appropriate responses and to respond appropriately to fraud or suspected fraud during the audit.

However, it is the primary responsibility of management, with the oversight of those charged with governance, to ensure that the entity's operations are conducted in accordance with the provisions of laws and regulations and for the prevention and detection of fraud.

**Hosbis Dewi Sant
St David's Hospice
Independent Auditor's Report
To the Members of St David's Hospice (cont.)**

Auditor's responsibilities for the audit of the financial statements (cont.)

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud, the audit engagement team;

- Obtained an understanding of the nature of the sector, including the legal and regulatory frameworks that the charitable company operates in and how the charitable company is complying with the legal and regulatory frameworks;
- Inquired of management, and those charged with governance, about their own identification and assessment of the risks of irregularities, including any known, actual, suspected or alleged instances of fraud;
- Discussed matters about non-compliance with laws and regulations and how fraud might occur including assessment of how and where the financial statements may be susceptible to fraud.

As a result of these procedures, we consider the most significant laws and regulations that have a direct impact on the financial statements are; FRS102, Charities SORP (FRS 102), Companies Act 2006, Charities Act 2011, and the charitable company's governing document. We performed audit procedures to detect non-compliances which may have a material impact on the financial statements which included reviewing the financial statements, including the Trustees' Report, and remaining alert to new or unusual transactions which may not be in accordance with the governing documents.

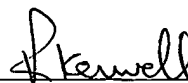
The most significant laws and regulations that have an indirect impact on the financial statements are Health Inspectorate of Wales, UK General Data Protection Regulation (UK GDPR), Health and Safety at Work Act 1974, The Working Time Regulations 1998, Employment Law and The Code of Fundraising Practice. We performed audit procedures to inquire of management and those charged with governance whether the charitable company is in compliance with these law and regulations and inspected correspondence with regulatory authorities.

The audit engagement team identified the risk of management override of controls as the area where the financial statements were most susceptible to material misstatement due to fraud. Audit procedures performed included but were not limited to testing manual journal entries and other adjustments, evaluating the business rationale in relation to significant, unusual transactions and transactions entered outside the normal course of business, and challenging judgements and estimates.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <http://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 company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 company and the charitable company's members as a body for our audit work, for this report, or for the opinions we have formed.



Robert Kenwell, Senior Statutory Auditor

For and on behalf of Pritchett & Co Business Advisers Limited
Chartered Accountants and Statutory Auditors

16 Wynnstay Road
Colwyn Bay
Conwy
LL29 8NB

25 September 2024

Hosbis Dewi Sant

St David's Hospice

Consolidated Statement of Financial Activities (Incorporating an Income and Expenditure Account)

For the year ended 31 December 2023

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2023 £	Total 2022 £
Income:					
Donations, grants and legacies	2	1,331,234	222,772	1,554,006	3,028,211
Charitable activities	3	1,950,015	-	1,950,015	2,030,428
Other trading activities	4	562,100	-	562,100	592,526
Investment income	5	43,624	-	43,624	2,782
Other income	6	1,375,073	-	1,375,073	1,347,399
Total Income		5,262,046	222,772	5,484,818	7,001,346
Expenditure:					
Costs of raising funds		2,291,255	-	2,291,255	2,306,086
Charitable activities		4,274,990	207,577	4,482,567	4,204,712
Total expenditure	8	6,566,245	207,577	6,773,822	6,510,798
Net Gains / (Losses) on investments	10	80,085	-	80,085	(478,777)
				-	-
Net Income/(Expenditure)		(1,224,114)	15,195	(1,208,919)	11,771
Transfers between funds				-	-
Net movement in funds for the year	6b	(1,224,114)	15,195	(1,208,919)	11,771
Reconciliation of funds:					
Total funds brought forward		8,035,334	140,657	8,175,991	8,164,220
Total funds carried forward		6,811,220	155,852	6,967,072	8,175,991

The statement of financial activities includes all gains and losses recognised in the period.

All incoming resources and resources expended derive from the continuing activities.



**Hosbis Dewi Sant
St David's Hospice**

Consolidated and Charity Statement of Financial Position

As at 31 December 2023

	Notes	Group 2023 £	Charity 2023 £	Group 2022 £	Charity 2022 £
Fixed Assets					
Tangible assets	9	2,856,265	2,855,916	2,926,637	2,921,985
Investments	10	1,746,847	1,746,851	2,780,196	2,780,200
		<u>4,603,112</u>	<u>4,602,767</u>	<u>5,706,833</u>	<u>5,702,185</u>
Current Assets					
Stock	1i	22,431	21,956	38,778	38,004
Debtors	11	1,492,325	1,561,617	2,590,783	2,685,320
Cash at Bank and in hand		1,881,074	1,723,383	849,357	671,694
		<u>3,395,830</u>	<u>3,306,956</u>	<u>3,478,918</u>	<u>3,395,018</u>
Creditors: Amounts falling due within one year	12	(1,031,870)	(947,927)	(1,009,760)	(926,491)
Net Current Assets		<u>2,363,960</u>	<u>2,359,029</u>	<u>2,469,158</u>	<u>2,468,527</u>
Total Assets Less Current Liabilities		<u>6,967,072</u>	<u>6,961,796</u>	<u>8,175,991</u>	<u>8,170,712</u>
Welsh Government Grant	13	0	0	0	0
		<u>6,967,072</u>	<u>6,961,796</u>	<u>8,175,991</u>	<u>8,170,712</u>
Funds:					
Unrestricted Funds					
General	14	6,811,220	6,805,942	8,035,334	8,030,053
Restricted Funds	14	155,852	155,852	140,657	140,657
Total Funds		<u>6,967,072</u>	<u>6,961,796</u>	<u>8,175,991</u>	<u>8,170,712</u>

The financial statements on pages 12 to 25 were approved and authorised for issue by the Board on 20/09/2024 and are signed on its behalf by:

.....

.....


Dr L Miles (Chair of Trustees)

Ms J Leslie (Honorary Treasurer)

**Hosbis Dewi Sant
St David's Hospice**

Consolidated Cash Flow Statement

For the year ended 31 December 2023

	Notes	2023 £	2022 £
Cash from operating activities	20	(58,205)	256,077
Cash used in investing activities			
Net investment gains/(losses)		80,085	(478,777)
Investment withdrawals/(additions)		1,113,435	350,000
Interest income		43,624	2,782
Purchase of fixed asset investments		-	0
Purchase of tangible fixed assets		(147,222)	(281,210)
Disposal of tangible fixed assets		-	-
Cash used in investing activities		<u>1,089,922</u>	<u>(407,205)</u>
Cash used in financing activities		-	-
Increase (decrease) in cash and cash equivalents in the year		<u>1,031,717</u>	<u>(151,128)</u>
Cash and cash equivalents at the beginning of the year		<u>849,357</u>	<u>1,000,485</u>
Cash and cash equivalents at the end of the year		<u><u>1,881,074</u></u>	<u><u>849,357</u></u>

Hosbis Dewi Sant

St David's Hospice

Notes on Consolidated Financial Statements

For the year ended 31 December 2023

1 Accounting Policies

- a) The financial statements have been prepared under the going concern and historical cost convention with the exception of investments which are included at market value. The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (published October 2019) - Charities SORP (FRS 102), the Companies Act 2006 and Charities Act 2011.

b) Group Accounts

These financial statements consolidate the results of the charity and its subsidiary company, St David's Promotions Limited. Intra-group trading is eliminated on consolidation.

c) Company Status

The charity is a company limited by guarantee. The members of the company are the trustees named on page 4. In the event of the charity being wound up, the liability of the Trustees in respect of the guarantee is limited to a sum not exceeding £10.

d) Fund Accounting

The general funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. Investment income and gains are allocated to the appropriate fund.

e) Incoming Resources

All incoming resources, including grants that provide core funding, are included in the SOFA when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

e(i) Legacies

For legacies, entitlement is the earlier of the charity being notified of an impending distribution which can be quantified or the legacy being received.

e(ii) Gifts in kind

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold. No amounts are included in the financial statements for services donated by volunteers.

e(iii) Grants receivable

Non capital expenditure grants received are set against related expenditure in the SOFA as and when expenditure occurs.

Capital expenditure grants are recognised on the balance sheet when they are received and amortised over the expected useful lives of the capital item to which they relate or over the term or conditions of the grant, whichever is the shorter period.

**Hosbis Dewi Sant
St David's Hospice**

Notes on Consolidated Financial Statements (cont.)

For the year ended 31 December 2023

f) Resources Expended

All expenditure is accounted for on an accruals basis, inclusive of any VAT which cannot be recovered, and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with use of the resources.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Patient care costs are those costs incurred directly in support of expenditure on the objects of the charity. Management and administration costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

g) Tangible Fixed Assets

Depreciation is provided on all tangible fixed assets at rates calculated to write off the costs over their expected useful economic lives as follows:

Hospice Building	Over 50 years
Hafan Dewi Sant, Bangor	Over 28 years
Furniture, fittings and equipment	25% reducing balance
Motor vehicle	25% reducing balance
Shops Fixtures	25% reducing balance
Holyhead Project	Over 30 years

h) Investments

Investments are stated at market value at the balance sheet date. The SOFA includes the net gains and losses arising on revaluations and disposals throughout the year. The investments in subsidiary undertakings are valued at the nominal value of the share capital.

i) Stock

Stock consists of purchased goods for fundraising and medical stocks. Stocks are valued at the lower of cost or net realisable value. Items donated for resale or distribution are not included in the financial statements until they are sold or distributed.

j) Pension Costs

The Company has defined contributions to three pension schemes designed to provide retirement benefits based upon the level of contributions made. The three schemes are the NHS Pension Scheme, St David's Hospice Group Pension Plan and National Employment Savings Trust (NEST). The costs of providing these benefits are charged to the statement of financial activities in the year in which they are incurred. Whilst a defined benefit scheme, the NHS Pension Scheme's liability for the charity is that of a defined contribution scheme. The funds are held separately from the Hospice's and the scheme is administered by the Government and therefore does not require the same level of disclosure as that of a benefit scheme by the charity.

The Company also makes defined contributions to the St David's Hospice Group Pension Plan. The funds are held separately from the Hospice's and administered by Standard Life. Two employees have pensions with St James's Place which are administered on a salary sacrifice basis.

k) Finance and Operating Leases

Rentals applicable to operating leases are charged to the SOFA over the period in which the costs are incurred. Assets purchased under finance lease are capitalised as fixed assets. Obligations under such agreements are included in creditors. The difference between the capitalised cost and the total obligation under the lease represents the finance charges. Finance charges are written off to the SOFA over the period of the lease so as to produce a constant periodic rate of charge.

l) Irrecoverable VAT

Irrecoverable VAT is analysed separately and included within the miscellaneous support costs allocated to charitable activities.

Hosbis Dewi Sant
St David's Hospice

Notes on Consolidated Financial Statements

For the year ended 31 December 2023

2 Income from donations and legacies

	2023	2022
	£	£
Donations and gifts	575,551	568,319
Grants	203,760	263,134
Legacies	774,695	2,196,758
	<u>1,554,006</u>	<u>3,028,211</u>

Income from donations and legacies was £1,554,006 (2022: £3,028,211) of which £222,772 (2022: £236,554) was attributable to restricted funds and £1,331,234 (2022: £2,791,657) was attributable to unrestricted funds.

3 Income from charitable activities

	2023	2022
	£	£
Fundraising Income	409,016	477,070
Merchandising Income	1,540,999	1,553,358
	<u>1,950,015</u>	<u>2,030,428</u>

The Merchandising income is generated by the sale of donated goods and purchased goods through various Hospice Shops

The total income in 2023 and 2022 was attributable to unrestricted funds

4 Income from other trading activities

The charity owns the whole of the issued share capital of St David's Promotions Limited, a company registered in Wales, by way of 4 ordinary £1 shares with full voting rights. The subsidiary runs a lottery to raise funds for the benefit of the Hospice.

Profit & Loss Account for Subsidiary Company	2023	2022
	£	£
Turnover	562,100	592,526
Cost of Sales	(115,638)	(109,628)
Gross Profit	446,462	482,898
Admin Expenses	(144,769)	(142,334)
Operating Profit	<u>301,693</u>	<u>340,564</u>
Other operating income	-	-
Other interest receivable and similar income	940	93
Profit on ordinary activities before taxation	<u>302,633</u>	<u>340,657</u>
Amount donated to Hospice	(302,636)	(340,421)
Retained profit brought forward	<u>5,280</u>	<u>5,044</u>
Retained profit carried forward	<u>5,277</u>	<u>5,280</u>
Represented by		
Assets	162,147	186,268
Liabilities	(156,866)	(180,984)
	<u>5,281</u>	<u>5,284</u>
Funds:		
Share Capital	4	4
Reserves	<u>5,277</u>	<u>5,280</u>
	<u>5,281</u>	<u>5,284</u>

Hosbis Dewi Sant
St David's Hospice

Notes on Consolidated Financial Statements

For the year ended 31 December 2023

5 Investment and Other Income

	2023	2022
	£	£
Compensation	18,000	-
Investment Income	25,624	2,782
	<u>43,624</u>	<u>2,782</u>

6 Other Income

	2023	2022
	£	£
LHB Contract	133,140	133,140
National Assembly/Local Health Board	1,241,933	1,214,259
Coronavirus Job Retention Scheme	-	-
Coronavirus Hospice UK/Welsh Government support	-	-
	<u>1,375,073</u>	<u>1,347,399</u>

Income from other income was £1,375,073 (2022: £1,347,399) of which £Nil (2022: £117,917) was attributable to restricted funds and £1,375,073 (2022: £1,229,482) was attributable to unrestricted funds.

6a Net Outgoing / (Incoming) Resources

	2023	2022
	£	£
These are stated after charging/(crediting):		
Auditors' Remuneration for Audit Services	7,750	7,250
Auditors' Remuneration for Non-Audit Services	23,500	24,200
Amortisation of Government Grant	-	(25,000)
Depreciation: Hospice Building	74,940	73,916
Depreciation: Equipment, fixtures & vehicles	118,492	106,501
Depreciation: Lottery equipment	4,303	5,165
Depreciation; Holyhead project	19,859	19,538
Operating lease rentals:		
Rent	257,919	257,474
Other	20,557	34,335
	<u></u>	<u></u>

None of the Trustees received any remuneration or expenses during the year.
Trustees indemnity insurance for the period in now incorporated within the Hospice insurance policy and is not disclosed separately

6b Surplus income for the financial year

As permitted by section 408 Companies Act 2006, the holding company's income and expenditure account has not been included in these financial statements. The result for the financial year is made up as follows:

	2023	2022
	£	£
Holding company's result for the financial year	<u>(1,208,919)</u>	<u>11,771</u>

Hosbis Dewi Sant
St David's Hospice

Notes on Consolidated Financial Statements

For the year ended 31 December 2023

7a Staff Costs	2023	2022
	£	£
Wages & Salaries	4,137,016	3,870,130
Social Security Costs	344,477	334,607
Pension Costs (See Note 7c)	269,058	237,285
Other Costs	38,594	38,457
	<u>4,789,145</u>	<u>4,480,479</u>

Total redundancy/termination payments amounted to £88,123 (2022; £7,250)

The following number of employees received emoluments of over £60,000:

	2023	2022
£60,000 - £69,999	1	-
£70,000 - £79,999	-	1
£80,000 - £89,999	-	-
£90,000 - £99,999	1	1
£100,000 - £109,999	-	-
£110,000 - £119,999	1	-

Pension scheme for employees earning over £60,000:

	2023	2022
Money purchase scheme	1	1
NHS Superannuation scheme	2	1
	<u>3</u>	<u>2</u>

Pension costs for employees earning over £60,000:

	2023	2022
	£	£
Money purchase scheme	14,720	6,010
NHS Superannuation scheme	19,933	13,185
	<u>34,653</u>	<u>19,195</u>

7b The average number of FTE employees, analysed by function was :	2023	2022
Medical, Nursing, Professional & Technical	51.0	58.0
Administration	6.0	6.0
Merchandising & Fundraising	45.0	57.0
Support staff	23.0	18.0
Lottery staff	2.0	3.0
Employed by the Company	<u>127.0</u>	<u>142.0</u>

7c Pension schemes

Nature of scheme	Cost		Outstanding contributions at the year end	
	2023	2022	2023	2022
	£	£	£	£
Money purchase scheme	93,913	79,749	10,527	3,009
NHS Superannuation scheme	175,145	157,536	24,269	23,469
	<u>269,058</u>	<u>237,285</u>	<u>34,796</u>	<u>26,478</u>

7d Aggregate employee benefits of;	2023	2022
	£	£
Key management personnel	<u>437,150</u>	<u>436,070</u>

The key management personnel are the members of the Senior Management Team, as described on page 4.

Hosbis Dewi Sant
St David's Hospice

Notes on Consolidated Financial Statements

For the year ended 31 December 2023

8 Expenditure	Charitable	Support costs				2023	2022	Basis of
	Activities	allocated to	Merchandising	Fundraising	Lottery	Total	Total	
	£	charity activities	£	£	£	£	£	Allocation
Staff Costs								
Medical, Nursing, P&T, Support	2,885,017	-	-	-	-	2,885,017	2,614,958	Usage
Admin Personnel	-	539,462	1,014,769	251,752	93,758	1,899,741	1,859,931	Usage
	<u>2,885,017</u>	<u>539,462</u>	<u>1,014,769</u>	<u>251,752</u>	<u>93,758</u>	<u>4,784,758</u>	<u>4,474,889</u>	
Other Direct Costs								
Medical, domiciliary & nursing	119,253	-	-	-	-	119,253	131,866	Direct
Merchandising and event costs	-	-	12,162	87,055	-	99,217	118,530	Direct
Prize monies & collection fees	-	-	-	-	115,638	115,638	109,628	Direct
	<u>119,253</u>	<u>-</u>	<u>12,162</u>	<u>87,055</u>	<u>115,638</u>	<u>334,108</u>	<u>360,024</u>	
Premises Costs								
Rents and Rates	-	-	261,529	-	-	261,529	260,746	Usage
Utility Costs	-	98,163	60,867	-	-	159,030	145,551	Usage
Maintenance & Renewals	-	86,452	58,006	5,696	-	150,154	263,849	Usage
Other	-	55,768	104,676	168	-	160,612	116,225	Usage
	<u>-</u>	<u>240,383</u>	<u>485,078</u>	<u>5,864</u>	<u>-</u>	<u>731,325</u>	<u>786,371</u>	
Depreciation Costs								
Depreciation	-	202,202	11,087	-	4,303	217,592	205,122	Usage
Amortisation of Government Grant	-	-	-	-	-	-	(25,000)	
	<u>-</u>	<u>202,202</u>	<u>11,087</u>	<u>-</u>	<u>4,303</u>	<u>217,592</u>	<u>180,122</u>	
Other Overheads								
Advertising & Promotion	-	-	4,713	16,131	1,055	21,899	34,765	Usage
Travel & vehicle	-	22,969	26,118	4,115	-	53,202	61,227	Usage
Education	-	10,681	30	1,798	-	12,509	16,394	Usage
Misc	-	462,600	73,655	36,521	45,653	618,429	597,006	Usage
	<u>-</u>	<u>496,250</u>	<u>104,516</u>	<u>58,565</u>	<u>46,708</u>	<u>706,039</u>	<u>709,392</u>	
	<u>3,004,270</u>	<u>1,478,297</u>	<u>1,627,612</u>	<u>403,236</u>	<u>260,407</u>	<u>6,773,822</u>	<u>6,510,798</u>	

The staff costs of raising funds

Fundraising, trading and merchandising income is 46% of the total income in 2023 at £2,512,115 (2022: £2,622,954: 37%)

The staff costs directly attributable is £1,360,279 in 2023 and 72% of administration costs (2022: £1,385,841; 75%)

Hosbis Dewi Sant
St David's Hospice

Notes on Consolidated Financial Statements

For the year ended 31 Decemeber 2023

9 Tangible Fixed Assets - Group

	Total £	Freehold Land and Buildings £	Motor Vehicles £	Hospice Furniture Fixtures & Equipment £	Shop Fixtures £	Holyhead Project £	Lottery Equipment £
Cost:							
At 1 January 2023	5,223,495	2,976,725	127,372	1,238,066	257,032	595,741	28,559
Additions	147,222	4,910	42,500	99,812	0	0	0
Disposals	0	0		0	0	0	0
At 31 December 2023	5,370,717	2,981,635	169,872	1,337,878	257,032	595,741	28,559
Depreciation:							
At 1 January 2023	2,296,858	1,094,896	78,244	835,725	207,369	56,717	23,907
Charge for period	217,594	74,940	13,569	93,835	11,088	19,859	4,303
Eliminated on disposal	0						
At 31 December 2023	2,514,452	1,169,836	91,813	929,560	218,457	76,576	28,210
Net Book Value:							
At 31 December 2023	2,856,265	1,811,799	78,059	408,318	38,575	519,165	349
At 31 December 2022	2,926,637	1,881,829	49,128	402,341	49,663	539,024	4,652

Tangible Fixed Assets - Charity

	Total £	Freehold Land and Buildings £	Motor Vehicles £	Hospice Furniture Fixtures & Equipment £	Shop Fixtures £	Holyhead Project £
Cost:						
At 1 January 2023	5,194,936	2,976,725	127,372	1,238,066	257,032	595,741
Additions	147,222	4,910	42,500	99,812	0	0
Disposals	0					
At 31 December 2023	5,342,158	2,981,635	169,872	1,337,878	257,032	595,741
Depreciation:						
At 1 January 2023	2,272,951	1,094,896	78,244	835,725	207,369	56,717
Charge for period	213,291	74,940	13,569	93,835	11,088	19,859
Eliminated on disposal						
At 31 December 2023	2,486,242	1,169,836	91,813	929,560	218,457	76,576
Net Book Value:						
At 31 December 2023	2,855,916	1,811,799	78,059	408,318	38,575	519,165
At 31 December 2022	2,921,985	1,881,829	49,128	402,341	49,663	539,024

Hosbis Dewi Sant
St David's Hospice

Notes on Consolidated Financial Statements

For the year ended 31 December 2023

10 Fixed Asset Investments - Group and charity

	2023 £	2022 £
Market Value as at 1 January 2023	2,780,201	3,608,978
Additions	-	-
Withdrawals	(1,113,435)	(350,000)
Net unrealised investment gains / (losses)	80,085	(478,777)
Market Value as at 31 December 2023	<u>1,746,851</u>	<u>2,780,201</u>
Cost of Investments as at 31 December 2023	<u>1,638,840</u>	<u>2,834,280</u>

	2023 UK £	2023 Overseas £	2022 UK £	2022 Overseas £
Investments are represented by:				
Investments listed on recognised stock exchanges	1,059,139	556,952	1,150,426	1,345,892
Cash	<u>130,760</u>	<u>283,882</u>	<u>1,434,308</u>	<u>1,345,892</u>
	<u>1,189,899</u>	<u>556,952</u>	<u>1,434,308</u>	<u>1,345,892</u>
	<u>1,746,851</u>	<u>2,780,200</u>		

The charity figure includes a £4 investment being the issued share capital in St David's Promotions Limited.

Holdings of more than 20%

The charity holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held	
		Class	%
Subsidiary undertakings			
St David's Promotions Limited	England and Wales	Ordinary	100

The principal activity of St David's Promotions Limited for the last relevant financial period was that of the running of a lottery to raise funds for the benefit of the Hospice.

11 Debtors

	Group 2023 £	Charity 2023 £	Group 2022 £	Charity 2022 £
Amounts falling due within one year:				
St David's Promotions Limited	-	72,923	-	97,715
The National Assembly / Local Heath Board	42,778	42,778	20,513	20,513
Legacy Debtors	1,075,769	1,075,769	2,227,864	2,227,864
Other Debtors	246,835	246,835	239,155	239,155
Prepayments	<u>126,943</u>	<u>123,312</u>	<u>103,251</u>	<u>100,073</u>
	<u>1,492,325</u>	<u>1,561,617</u>	<u>2,590,783</u>	<u>2,685,320</u>

St David's Promotions Limited is the wholly owned subsidiary trading as a lottery company for the benefit of St David's Hospice.

12 Creditors: amounts falling due within one year

	Group 2023 £	Charity 2023 £	Group 2022 £	Charity 2022 £
Trade Creditors	596,307	589,992	577,206	574,471
Other Creditors	110,440	108,983	89,393	88,660
Taxation and social security costs	110,683	110,111	105,849	104,810
Deferred Income	73,022	-	78,001	-
Accruals	<u>141,418</u>	<u>138,841</u>	<u>159,311</u>	<u>158,550</u>
	<u>1,031,870</u>	<u>947,927</u>	<u>1,009,760</u>	<u>926,491</u>

Deferred income relates to lottery stakes received in advance by St David's Promotions Limited. These are released to the profit and loss account as and when players are entered into the weekly cash prize draw.

Hosbis Dewi Sant

St David's Hospice

Notes on Consolidated Financial Statements

For the year ended 31 December 2023

13 Welsh Government Grant

	Group 2023 £	Charity 2023 £	Group 2022 £	Charity 2022 £
Received and receivable:				
At 1 January 2023	250,000	250,000	250,000	250,000
Receivable during year	-	-	-	-
At 31 December 2023	<u>250,000</u>	<u>250,000</u>	<u>250,000</u>	<u>250,000</u>
Amortisation:				
At 1 January 2023	250,000	250,000	225,000	225,000
Credit to statement of financial activities	-	-	25,000	25,000
At 31 December 2023	<u>250,000</u>	<u>250,000</u>	<u>250,000</u>	<u>250,000</u>
Net balance at 31 December 2023	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

The Government grant disclosed above has been offset against the expenditure to which it relates. The grant is repayable, in whole or part, if the grantor considers certain terms or conditions of the grant are not being fulfilled.

14 Statement of Funds

	At 1 January 2023 £	Income £	Expenditure £	Investment gains/losses	Transfers £	At 31 December 2023 £
Unrestricted Funds						
General fund						
Charity	6,530,053	4,699,006	(6,305,838)	80,085	1,302,636	6,305,942
Subsidiary	5,280	563,040	(260,407)	-	(302,636)	5,277
Group general fund	<u>6,535,333</u>	<u>5,262,046</u>	<u>(6,566,245)</u>	<u>80,085</u>	<u>1,000,000</u>	<u>6,311,219</u>
Designated Funds						
Hospice refurbishment	1,500,000	-	-	-	(1,000,000)	500,000
Group Designated Fund	<u>1,500,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,000,000)</u>	<u>500,000</u>
Total unrestricted funds	<u>8,035,333</u>	<u>5,262,046</u>	<u>(6,566,245)</u>	<u>80,085</u>	<u>-</u>	<u>6,811,219</u>
	At 1 January 2023 £	Income £	Expenditure £	Investment gains/losses	Transfers £	At 31 December 2023 £
Restricted Funds						
Charity	140,657	222,772	(207,577)	-	-	155,852
Subsidiary	-	-	-	-	-	-
Group restricted fund	<u>140,657</u>	<u>222,772</u>	<u>(207,577)</u>	<u>-</u>	<u>-</u>	<u>155,852</u>

Analysis of Net Assets between Funds

	Unrestricted Funds £	Restricted Funds £	Total £
Fund balances at 31 December 2023 are represented by:			
Tangible fixed assets	2,805,468	50,797	2,856,265
Investments	1,746,847	-	1,746,847
Net current assets	2,258,905	105,055	2,363,960
	<u>6,811,220</u>	<u>155,852</u>	<u>6,967,072</u>

Hosbis Dewi Sant
St David's Hospice

Notes on Consolidated Financial Statements

For the year ended 31 December 2023

15 Capital Commitments

	2023	2022
	£	£
Authorised but not contracted for	-	-

16 Post Year End Legacies and Grants

Legacies of £107,000 notified in 2023 which have not been provided for as probate was not granted until 2024.

Grants of £400,000 towards our refurbishment programme were awarded in 2023. The conditions of the grants will not be met until works are completed in 2024 at which time the grant income will be recognised.

Additional Welsh Government funding of £425,000 for the 2023/24 financial year was awarded and received in 2024. No provision for this was made in the 2023 accounts as the Welsh Government had advised that no additional funding was available at 31 December 2023. Notification of the additional funding was received post year end and is considered to be a post balance sheet non-adjusting event.

17 Lease Commitments

The leases for the shop in Llanrwst is re-negotiated on an annual basis and the remainder of the leases expire as follows;

Porthmadog March '24, Llandundo October '28, Pwllheli May '28', Conwy Rolling Lease, Beaumaris Rolling Lease, Craig Y Don (21 Queens Road) April '26, Colwyn Bay (Station Road) Rolling Lease, Dolgellau (Harri's) September '24, Menai Bridge October '23, Llangefni March '25, Holyhead August '24, Gaerwen December '24, Llandudno Junction (Distribution Centre November 2023)

The Hospice leased two cars under operating lease agreements, which ceased during the year. The comparatives include the total future minimum lease payments under the non-cancellable operating leases.

At 31 December 2023, the company had annual commitments under non-cancellable operating leases as follows:

	Land and Buildings		Other	
	2023	2022	2023	2022
	£	£	£	£
Expiry Date:				
Within one Year	165,282	160,631	7,926	16,481
Between one and five years	417,177	254,940	25,458	8,974
More than five years	290,000	27,850	-	-

Hosbis Dewi Sant
St David's Hospice

Notes on Consolidated Financial Statements

For the year ended 31 December 2023

18 Related Parties

St David's Promotions Limited is a wholly owned subsidiary of St David's Hospice. During the year, St David's Promotions Limited donated £302,636 (2022: £340,421) to St David's Hospice.

Balances due from St David's Promotions Limited to St David's Hospice at the year end in respect of these transactions amounted to £72,923 (2022: £97,715).

19 Controlling party

St David's Hospice group is controlled by the Trustees.

20 Cash generated from operations

	Total 2023 £	Total 2022 £
Net Income for the year	(1,289,006)	490,546
Elimination of non-operating cashflows:		
Investment income	(43,624)	(2,782)
Depreciation of tangible fixed assets	217,595	205,121
Amortisation credited to Statement of Financial Activities	-	(25,000)
Operating cashflows before movements in working capital	<u>(1,115,035)</u>	<u>667,885</u>
(Increase) / Decrease in Stock	16,347	3,016
(Increase) / Decrease in Debtors	1,098,458	(970,762)
Increase / (Decrease) in Creditors	22,110	77,161
Net investment (gains)/losses	(80,085)	478,777
Cash generated from operations	<u><u>(58,205)</u></u>	<u><u>256,077</u></u>