

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital

England & Wales · Charity number 1050008

Details

Other names	HARROGATE AND DISTRICT NHS FOUNDATION TRUST CHARITABLE FUND, HARROGATE AND DISTRICT NHS FOUNDATION TRUST GENERAL CHARITABLE FUND, HARROGATE HEALTH CARE NHS TRUST GENERAL CHARITABLE FUND, HARROGATE HEALTHCARE NHS TRUST GENERAL CHARITABLE FUND, HARROGATE HOSPITAL AND COMMUNITY CHARITY, Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital
Status	Registered
Legal form	Other
Registered	1995-10-20
Register	View on the Charity Commission register

Contact

Address	Harrogate And District Nhsft Harrogate District Hospital Po Box 295 Harrogate North Yorkshire HG2 7UG
---------	--

Phone	01423554551
-------	-------------

Email	charitablefunds@hdft.nhs.uk
-------	--

Website	www.hdft.nhs.uk
---------	--

Activities

Objects: FOR ANY CHARITABLE PURPOSE OR PURPOSES RELATING TO THE NATIONAL HEALTH SERVICE

Activities: Charitable funds received by the charity are accepted and held and administered as funds held on trust for purposes relating to the National Health Service in accordance with the National Health Service Act 1977 and the National Health Service and Community Care Act 1990 and these funds are held on trust by the corporate body.

Classification

- **How:** Acts As An Umbrella Or Resource Body
- **What:** General Charitable Purposes, Education/training, The Advancement Of Health Or Saving Of Lives
- **Who:** The General Public/mankind

Geography

- Darlington
- Durham
- Gateshead
- Leeds City
- Middlesbrough
- North Yorkshire
- South Tyneside

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£599,000	£446,000	£2,438,000	0
2024-03-31	£743,000	£856,000	£2,255,000	0
2023-03-31	£762,000	£935,000	£2,238,000	0
2022-03-31	£995,000	£663,000	£2,535,000	0
2021-03-31	£967,000	£775,000	£2,186,000	0

Trustees

Name	Role	Appointed
HARROGATE AND DISTRICT NHS FT		

Linked charities

- HARROGATE AND DISTRICT NHS FOUNDATION TRUST RESEARCH FUND (1050008-1)
- HARROGATE AND DISTRICT NHS FOUNDATION TRUST GENERAL FUND (1050008-2)
- HARROGATE AND DISTRICT NHS FOUNDATION TRUST WELFARE FUND (1050008-3)
- HARROGATE AND DISTRICT NHS FOUNDATION TRUST PATIENTS' WELFARE FUND (1050008-4)
- ELSIE SYKES ENDOWMENT FUND (1050008-5)
- HARROGATE AND DISTRICT NHS FOUNDATION TRUST (EXPENDABLE FUNDS) COMMON INVESTMENT FUND (1050008-6)

Accounts



Trustee's Annual Report and Accounts 31 March 2025

**Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital**

(Registered charity number 1050008).

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2025**

Contents

Foreword	3
Reference and Administration Details	3
Trustee Arrangements	3
Principal Office	4
Principal Professional Advisors	4
Structure, Governance and Management	4-5
Risk Management	5
Partnership Working	6
Objectives and Activities	6
Reserves Policy	6
Financial Review	7
Achievements and Performance	7
Plans for Future Periods	7-8
Fundraising standards	8
Review of Investment Portfolio	8-9
Going Concern	9
Statement of Trustee's responsibilities in respect of the Trustee's annual report and the financial statements	10
Independent Examiner's Report	11
Statement of Financial Activities	12
Balance Sheet	13
Statement of Cash Flows	14
Notes to the Financial Statements	15-27

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2025**

Foreword

The Corporate Trustee presents the Charitable Funds Annual Report together with the Accounts for the year ended 31 March 2025.

The Charity's annual report and accounts for the year ended 31 March 2025 have been prepared by the Corporate Trustee in accordance with the charity's governing document, the Charities Act 2011 and the Charities (Accounts & Reports) Regulations 2008 and the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102, effective 1 January 2019). The Charity's report and accounts include all the separately established funds for which the Harrogate and District NHS Foundation Trust is the beneficiary.

Reference and Administrative Details

The main charity, Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital, registered Charity Number 1050008, was entered on the Central Register of Charities on 20 October 1995. The charity is constituted of 65 individual funds as at the 31 March 2025 (152 funds as at 31 March 2024) and the notes to the accounts distinguish the types of fund held and disclose separately all material funds.

Charitable funds received by the Charity are accepted and held and administered as funds held on trust for purposes relating to the National Health Service in accordance with the National Health Service Act 1977 and the National Health Service and Community Care Act 1990 and these funds are held on trust by the Corporate Trustee.

Trustee Arrangements

Harrogate and District NHS Foundation Trust is the Corporate Trustee of the Charitable Funds governed by the law applicable to Trusts, principally the Trustee Act 2000 and the Charities Act 2011.

The NHS Foundation Trust's Board of Directors devolved responsibility for the on-going management of funds to the Charitable Funds Committee which administers the funds on behalf of the Corporate Trustee. The Committee meets quarterly unless items of an important nature intervene. The Committee members consider the strategy and financial management of the funds, discuss major policy issues and consider reports. The minutes of the Committee meetings are reported to the Board of Directors, acting as a Corporate Trustee.

Harrogate and District NHS Foundation Trust is the sole corporate trustee of the Charity. The Directors of the NHS Foundation Trust Board of Directors who served during the financial year were as follows:

Non-executive Directors

Sarah Armstrong	Chair
Jeremy Cross	Non-executive Director
Chiara De Biase	Non-executive Director
Andrew Papworth	Non-executive Director and Vice Chair
Laura Robson	Non-executive Director and Senior Independent Director
Wallace Sampson OBE	Non-executive Director
Julia Weldon	Non-executive Director

Associate Non-executive Directors

Azlina Bulmer	Associate Non-executive Directors
Kama Melly	Associate Non-executive Directors

Executive Directors

Jonathan Coulter	Chief Executive Officer
Jacqueline Andrews	Executive Medical Director
Matthew Graham	Director of Strategy and Transformation
Jordan McKie	Director of Finance
Russell Nightingale	Chief Operating Officer
Angela Wilkinson	Director of People and Culture
Emma Nunez	Director of Nursing, Midwifery and Allied Health Professionals (AHPs) and Deputy Chief Executive

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2025**

The names of those people who served as agents for the Corporate Trustee (as members of the Charitable Funds Committee), as permitted under regulation 19 of the NHS Trusts (Membership and Procedures) Regulations 1990 were as follows:

Mrs S Armstrong	Chair
Mr M Graham	Director of Strategy and Transformation
Mr R Nightingale	Chief Operating Officer
Mr J McKie	Director of Finance
Mr J Cross	Non-Executive Director

Representatives from the Trust's investment fund managers, RBC Brewin Dolphin, also attend Charitable Funds Committee meetings on a six-monthly basis.

Principal Office

The Principal Office for the Charity is:

Finance Department
Trust HQ
Harrogate and District NHS Foundation Trust
Harrogate District Hospital
Lancaster Park Road
Harrogate
HG2 7UG

Principal Professional Advisers:

Bankers

Government Banking Service
Premier Place
2 1/2 Devonshire Square
London
EC2M 4BA

Investment Fund Managers

RBC Brewin Dolphin Limited
10 Wellington Place
Leeds
LS1 4AN

Independent Examiner

Katherine Parkin FCA
Azets Audit Services
Epsilon House
The Square
Gloucester Business Park
Gloucester
GL3 4AD

Solicitors

The Charity has not required the services of a solicitor during the financial year.

Structure, Governance and Management

Harrogate and District NHS Foundation Trust registered its charitable funds under an "umbrella charity" arrangement whereby charities administered are treated as special trusts of the umbrella charity. The nature of its governing document is a trust deed (dated 4 October 1995), and the charity is constituted as Trustees incorporated as a body. The umbrella charity is liable for registration whilst the individual funds retain their own identity for all other purposes. Subsequent donations and gifts received by the charity that are attributable to the original funds are added to those fund balances within the existing charity.

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2025**

Structure, Governance and Management (continued)

The Corporate Trustee fulfils its legal duty by ensuring that funds are spent in accordance with the objects of each fund, and by designating funds the Trustee respects the wishes of our generous donors to benefit patient care and advance the good health and welfare of patients, carers and staff. Where funds are received which have specific restrictions set by the donor a restricted fund has been established.

The charitable funds available for spending are allocated to Directorates within the NHS Foundation Trust's management structure. Each allocation is managed by use of a designated fund and manager within the general unrestricted fund. Designated fund managers can approve expenditure up to £5,000, expenditure between £5,000 and £150,000 also requires a member of the Charitable Funds Committee to countersign and expenditure above £150,000 must be approved by the Corporate Trustee. In addition, all expenditure above £500 is reviewed and ratified retrospectively on a quarterly basis by the Charitable Funds Committee.

Non-Executive Directors on the Board of Directors of the NHS Foundation Trust are appointed by the Board of Governors. Executive Directors of the Board of Directors of the NHS Foundation Trust are subject to appointment by the NHS Foundation Trust Board. The Board of Directors of the NHS Foundation Trust and the Charitable Funds Committee are not individual trustees under Charity Law but act as agents on behalf of the Corporate Trustee.

Directors on the NHS Foundation Trust's Board of Directors undertake induction training when newly appointed, this training includes information in respect of Trustee responsibilities.

Acting for the Corporate Trustee, the Charitable Funds Committee is responsible for the overall management of the Charitable Fund. The Committee is required to:

- Control, manage and monitor the use of the fund's resources.
- Provide support, guidance and encouragement for all its income raising activities whilst managing and monitoring the receipt of all income.
- Ensure that 'best practice' is followed in the conduct of all its affairs, fulfilling all of its legal responsibilities.
- Ensure that the Investment Policy approved by the Board of Directors as Corporate Trustee is adhered to and that performance is continually reviewed whilst being aware of ethical considerations.
- Keep the Board of Directors (acting as a Corporate Trustee) fully informed on the activity, performance and risks of the Charity.

The accounting records and the day-to-day administration of the funds are dealt with by the Finance Department of Harrogate and District NHS Foundation Trust located at Harrogate District Hospital, Lancaster Park Road, Harrogate, HG2 7UG.

Risk Management

The major risks to which the Charity is exposed have been considered, with the most significant risk identified being the possible losses from a fall in value of investments, especially equities. The Charitable Funds Committee has mitigated this risk by not investing one hundred per cent in equities, but rather taking the view that so far as is reasonable the investments should be made to mitigate undue risk to the real value of the capital and income of the portfolio.

Expenditure is closely monitored and no fund manager is able to expend funds without the request first being checked by the Finance Department to ensure funds are available.

Income is monitored to check whether the levels of income are as expected and if not the spending plans are amended accordingly.

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2025**

Partnership Working

Harrogate and District NHS Foundation Trust is the main beneficiary of the Charity and is a related party by virtue of being Corporate Trustee of the charity. By working in partnership with the Trust, the charitable funds are used to best effect. When deciding upon the most beneficial way to use charitable funds, the Corporate Trustee has regard to the main activities, objectives, strategies and plans of the Trust.

Harrogate and District NHS Foundation Trust remains indebted to the work of the volunteers of Friends of Harrogate Hospital, who raise thousands of pounds of funds each year for Harrogate District Hospital.

Objectives and Activities

The umbrella charity has NHS wide objectives as follows:

"The Trustee shall hold the trust fund upon trust to apply the income and at their discretion, so far as may be permissible, the capital, for any charitable purpose or purposes relating to the National Health Service" (hereinafter referred to as "the objects").

The Corporate Trustee conducts its activities with regard to the Charity Commission guidance on Public Benefit in section 4 of the Charities Act 2011.

The Corporate Trustee had determined the following strategic aims for the application of income:

- To enhance the environment for staff and patients, in which health services are being provided efficiently.
- To enable staff and carers, caring for patients to benefit from education and facilities not normally available within the NHS resource envelope.
- To donate extra equipment and staffing to the NHS Foundation Trust not normally available within the NHS resource envelope.
- To spend funds in accordance with Charity Commission best practice in support of the NHS Foundation Trust.

During the year, the funds continued to support a wide range of charitable and health related activities benefiting both patients and staff. In general they are used to purchase the very varied additional equipment and services that the NHS is unable to provide. For example charitable funds were used to purchase much needed medical equipment (see page 7).

The ward charitable funds receive many donations specifically given to thank the nursing staff and these are used for charitable activities that will benefit staff. The charitable funds also enable consultants and other medical staff to attend courses not funded by the NHS which will update them on new ideas and modern techniques in their specialties.

The General Fund receives donations and legacies that can be used for any charitable purpose relating to the NHS. This flexibility has been used to fund the Staff Long Service Awards and to support training of staff members.

Reserves Policy

It is the policy of this charity to avoid building up reserves. Health Service bodies, in their capacity as charity trustees, have a duty to apply the income for the purposes for which they were given. Income can only be accumulated when the charity's governing document gives them power to accumulate income. A failure to consider the matter and simply allow the income to accumulate without good reason is a breach of trust. As the Charity has no such powers at the present time the policy is to apply funds as and when they become available. Therefore the Charity does not have a target reserves figure.

The Charity funds management has discretion over the unrestricted funds, which had a total balance at 31 March 2025 of £471k (£341k 31 March 2024) and included a negative value for the general fund, see note 13.1. The management will review these balances in future to ensure each fund balance remains positive.

Reserves increased by £183k during the year. This arose from £599k of income (£743k 31 March 2024), expenditure of £446k (£856k 31 March 2024), a realised gain on investments of £35k (£113k 31 March 2024) and an unrealised loss on investments of £5k (£17k gain 31 March 2024). Reserves increased by £17k in the previous year.

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2025**

Financial review

The net assets of the Charitable Funds as at 31 March 2025 were £2,438k (2024: £2,255k). Overall net assets increased by £183k (2024: increase of £17k) with a realised and unrealised gain on investments of £30k (2024: gain of £130k) plus an excess of Income over expenditure of £153k (2024: excess of expenditure £113k).

The Charity continues to rely on donations, legacies and investment income as the main sources of income. Total income decreased by £144k when compared to the previous financial year.

Of the total expenditure of £446k (2024: £856k), charitable expenditure on direct charitable activity was £433k (2024: £841k) across a range of programmes.

Achievements and performance

- Purchase of new medical equipment

The total spend on new medical equipment was £33k (2024: £25k). These purchases are not held as capital by the Charity and are expensed because the equipment is used by the Trust and not the charity.

- Staff Training

Staff training expenditure of £40k (2024: £108k) was used to enable consultants and other medical staff to attend courses, not funded by the NHS, which update them on the new ideas and modern techniques in their specialties.

- Staff welfare and amenities

Staff welfare and amenities expenditure of £67k (2024: £206k) was used by the Charity to finance staff benefits and social activities. In addition this funded hardship grant payments to some staff members, staff Christmas meals and providing/improving staff wellbeing areas and facilities.

- Patient welfare and amenities

The patient welfare and amenities heading of £78k (2024: £322k) includes services provided by personnel dedicated to the charity's work, the purchase of fixtures and fittings, and other goods purchased for patients.

Performance management

The Charity relies on the Harrogate and District NHS Foundation Trust to identify the appropriateness of funding requests in order to keep transaction costs to a minimum and to simplify the approval process.

Plans for future periods

Harrogate Hospital & Community Charity's (HHCC) mission continues to be going above and beyond the provision of the NHS to improve treatment and facilities for patients and colleagues at Harrogate and District NHS Foundation Trust (HDFT). As HDFT's Community services continue to grow, development of a Foundation to support our children, young people and families across our geographical footprint of Yorkshire and the North East has commenced. The Great Start In Life Foundation will be launched in September 2024 to enhance the Trust's Great Start In Life Ambition.

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2025**

Plans for future periods (continued)

Income accruing from the investment of Endowment Funds can only be applied for the specific purposes attached to the permanent endowment. The income can be used for purchasing medical equipment or carrying out medical research (excluding transplant or vivisection work). Such items of medical equipment are included in Harrogate and District NHS Foundation Trust's annual capital programme and subjected to the same tests of value for money and a proper business case, as applies to all other capital expenditure.

Fundraising standards

Harrogate and District NHS Foundation Trust is the beneficiary of the Charity. The Trust employs a fundraising team, the key objectives of the team include establishing and maintaining fundraising procedures, charity branding and a fund raising strategy for the Charity. The overall objectives are to generate sufficient income and capital growth to enable the Charity to carry out these purposes consistently, year on year.

The Charity has a Charity Funds Committee and part of the remit of this committee is to focus on fundraising matters prior to approval by the Corporate Trustee. The committee incorporates members of the fundraising team and members of the Corporate Trustee.

The Charity has policies in place to manage charitable funds and activities, including but not limited to supporting individuals in fund raising activities and protecting vulnerable individuals in the course of such activities.

The Charity's fundraising activities follow the Fundraising Regulator's Code of Fundraising Practice.

The Charity has not received any complaints during the year.

Review of Investment Portfolio

The investment portfolio of Harrogate and District NHS Trust Foundation is managed in Leeds by RBC Brewin Dolphin on a discretionary basis within the constraints of an Ethical Investment Policy approved by the Corporate Trustee.

It is the practice that the investment advisers attend regular meetings of the Charitable Funds Committee. Detailed written reports are produced on a quarterly basis which value the portfolio and record its respective performance statistics. An integral part of the regular meetings is detailed discussion on the content of the report with particular reference to the performance aspect.

RBC Brewin Dolphin is remunerated by an investment management fee of 0.6% per annum on the first £1million and 0.5% on the balance. The fee is invoiced quarterly on the funds under management at the end of the relevant quarter. VAT is charged in addition, but there are no commission or transaction charges levied.

As at 31 March 2025, the investment portfolio managed by the RBC Brewin Dolphin was valued at £1,834k (2024: £1,821k), excluding income and accrued interest. The portfolio produced an annual estimated gross income of £41k (2024: £77k), see note 5, which was an equivalent gross yield of 2.36% (2024: 2.36%) and portfolio gains of £35k realised on disposals less £5k loss on revaluation, see note 10.

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2025**

Review of Investment Portfolio (continued)

RBC Brewin Dolphin have provided a detailed annual report of the Charity's holdings, transactions and performance. This incorporated a market commentary which included a reflection on the final quarter of 2024 that despite uncertainty and conflict, there is reason for markets to be optimistic; additional observations noted the investment risks arising from inflation, wars, supply chains, global demand and recession and that uncertainty persists.

Note 10 illustrates the mix of investment funds held by the Charity at year end which was 57% overseas investments, 26% UK investments and 17% fixed interest investments.

The direct equity portion of the portfolio remains subject to ethical constraints with the shares of companies predominantly involved with tobacco, armaments, pornography and where there is proven poor human rights track record to be excluded.

The structure of the portfolio is in accordance with the Policy Statement which was agreed by the Trustee in November 2014 in accordance with the requirements of the Trustee Act 2000.

Going Concern

The financial statements have been prepared on a going concern basis which the Trustee considers to be appropriate for the following reasons. The business model of the Charity is such that its charitable activities are limited to those which it has sufficient funds to support from the excess of funding received over the costs of administering the Charity. The Charity therefore has no specific commitments and no committed costs beyond its fixed costs of operation which are detailed in note 6.

The Trustee has reviewed the cash flow forecasts for a period of 12 months from the date of approval of these financial statements which indicate that the Charity will have sufficient funds to meet its liabilities as they fall due for that period.

A Big Thank You

On behalf of the staff and patients who have benefited from improved services due to donations and legacies, the Corporate Trustee would like to thank all of those who have made charitable donations.

Approved on behalf of the Corporate Trustee.

Chief Executive Officer - Mr Jonathan Coulte



... Date: 30.10.2025

Director of Finance - Mr Jordan McKie



..... Date: 30.10.2025

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2025**

Statement of Trustee's responsibilities in respect of the Trustee's annual report and the financial statements

The Trustee is responsible for preparing the trustee's report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the trustee to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.

In preparing these financial statements, generally accepted accounting practice entails that the trustee is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and the Statement of Recommended Practice have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustee is responsible for keeping proper accounting records, sufficient to disclose at any time, with reasonable accuracy, the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, applicable regulations and the provisions of the Trust deed. They are responsible for such internal control as they determine is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Charity and to prevent and detect fraud and other irregularities.

The Trustee is responsible for the maintenance and integrity of the financial and other information included on the Charity's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

By Order of the Trustee
Signed:

Chief Executive Officer - Mr Jonathan Coulter  Date: 30.10.2025

Director of Finance - Mr Jordan McKie  Date: 30.10.2025

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2025**

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEE OF HARROGATE HOSPITAL AND COMMUNITY CHARITY FOR THE
YEAR ENDED 31 MARCH 2025**

I report to the trustee on my examination of the accounts of the charity for the year ended 31 March 2025, which are set out on pages 12 to 26.

Responsibilities and basis of report

As the trustee of the charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the 2011 Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's report

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulation but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with generally Accepted Accounting Practice effective for reporting period beginning on or after 1 January 2015.

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

1. accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
2. the financial statements do not accord with those accounting records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

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

K Parkin

Katherine Parkin FCA
Azets Audit Services
Epsilon House
The Square
Gloucester Business Park
Gloucester
GL3 4AD

Date: 4 November 2025

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
Statement of Financial Activities
for the year ended 31 March 2025**

		Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds 2025	Total Funds 2024
		£000	£000	£000	£000	£000
	Note					
Income:						
Donations and legacies	3	490	-	-	490	627
Other trading activities:						
Fundraising events	4	39	-	-	39	39
Income from Investments	5	36	34	-	70	77
Total income and endowments		565	34	-	599	743
Expenditure:						
<i>Costs of raising funds:</i>						
Investment management costs		13	-	-	13	15
Charitable Activities	7	424	9	-	433	841
Total expenditure		437	9	-	446	856
Net (expenditure)/income before investment gains(losses)		128	25	-	153	(113)
Net gains/(losses) on investments	10	4	-	26	30	130
Gross Transfer Between Funds	13	-	-	-	-	-
Net Movement of Funds		132	25	26	183	17
Reconciliation of Funds						
Total Funds brought forward	13	341	150	1,764	2,255	2,238
Total Funds carried forward	13	473	175	1,790	2,438	2,255

The statement of financial activities includes all recognised gains and losses in the year and all relates to continuing operations.

A full comparative statement of financial activities is shown at note 16.

The notes on pages 15 to 27 form part of these financial statements.

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
Balance Sheet
for the year ended 31 March 2025**

	Note	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total Funds 2025 £000	Total Funds 2024 £000
Fixed assets:						
Investments	10	44	-	1,790	1,834	1,821
		<u>44</u>	<u>-</u>	<u>1,790</u>	<u>1,834</u>	<u>1,821</u>
Current assets:						
Debtors	11	9	-	-	9	22
Cash at bank and in hand	11	488	175	-	663	626
		<u>497</u>	<u>175</u>	<u>-</u>	<u>672</u>	<u>648</u>
Liabilities:						
Creditors falling due within one year	12	(68)	-	-	(68)	(214)
Net current assets		<u>429</u>	<u>175</u>	<u>-</u>	<u>604</u>	<u>434</u>
Net assets		<u>473</u>	<u>175</u>	<u>1,790</u>	<u>2,438</u>	<u>2,255</u>
The funds of the charity:						
Endowment funds		-	-	1,790	1,790	1,764
Restricted income funds		-	175	-	175	150
Unrestricted income funds		473	-	-	473	341
Total charity funds	13	<u>473</u>	<u>175</u>	<u>1,790</u>	<u>2,438</u>	<u>2,255</u>

A full comparative balance sheet is shown at note 17.

The notes on pages 15 to 27 form part of these financial statements.

The financial statements were approved by the Board and signed on their behalf by:

Chief Executive Officer - Mr Jonathan Coulter.....  Date: 30.10.2025

Director of Finance - Mr Jordan McKie  Date: 30.10.2025

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
Statement of Cash Flows
for the year ended 31 March 2025**

	Note	2025 £000	2024 £000
Cash flows from operating activities			
Net income/(expenditure) for the year (as per the Statement of Financial Activities)		<u>183</u>	<u>17</u>
		183	17
Non-cash income and expense			
Decrease/(Increase) in debtors	11	13	12
Increase/(Decrease) in creditors	12	(146)	167
Gains/(Losses) on investments	10	<u>(30)</u>	<u>(130)</u>
NET CASH GENERATED FROM OPERATIONS		<u>20</u>	<u>66</u>
Cash flows from investing activities			
Investment Additions	10	(745)	(317)
Proceeds from Sale of investments	10	<u>762</u>	<u>311</u>
Net cash used in investing activities		<u>17</u>	<u>(6)</u>
Cash flows from financing activities		-	-
Net cash generated/(used) in financing activities		<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents		<u>37</u>	<u>60</u>
Cash and cash equivalents at 1 April 2024		626	566
Cash and cash equivalents at 31 March 2025		<u><u>663</u></u>	<u><u>626</u></u>

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Financial Statements

1. Accounting Policies

(a) Basis of preparation

The accounts have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (Charities SORP) preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102, effective 1 January 2019) and the Charities Act 2011 and UK Generally Accepted Practice.

The financial statements are presented to the nearest thousand (£000) except where otherwise stated.

The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain financial instruments at fair value which the Trustees consider to be appropriate for the following reasons. The business model of the Charity is such that its charitable activities are limited to those which it has sufficient funds to support from the excess of funding received over the costs of administering the charity. The Charity therefore has no specific commitments and no committed costs beyond its fixed costs of operation which are detailed in note 6.

The Trustee has reviewed the cash flow forecasts for a period of 12 months from the date of approval of these financial statements which indicate that the Charity will have sufficient funds to meet its liabilities as they fall due for that period. The Trustees consider that as a result of its operating model explained above, even if no further funding is received in the 12 month period, the Charity has sufficient cash reserves to pay all committed costs. Consequently, the Trustees are confident that the Charity will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements.

(b) Funds structure

Unrestricted income funds comprise those funds which the Trustee is free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds, where the Trustee, at its discretion, has designated a fund for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor.

The Charity has one permanent endowment fund. The income of the Elsie Sykes Endowment Fund can be used for medical equipment or medical research (excluding transplant or vivisection work).

The major funds held in each of these categories are disclosed in note 13.

(c) Incoming resources

All incoming resources, including investment and fundraising activities, are recognised once the Charity has entitlement to the resources, it is probable that the resources will be received and the monetary value of incoming resources can be measured with sufficient reliability.

Gifts in kind arising are included in income and expenditure at estimated values.

Income and gains arise from the investment portfolio and details are provided by the professional portfolio manager.

(d) Incoming resources from legacies

Legacies are accounted for as incoming resources either upon receipt or where the receipt of the legacy is virtually certain; this will be once confirmation has been received from the representatives of the estate(s) that payment of the legacy will be made or property transferred and once all conditions attached to the legacy have been fulfilled.

(e) Resources expended

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount can be measured reliably.

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Financial Statements

1. Accounting Policies (continued)

(f) Irrecoverable VAT and Taxation

Irrecoverable VAT is charged against the category of resources expended for which it was incurred. Harrogate Hospital and Community Charity is considered to pass the tests set out in paragraph 1 schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable trust for UK income tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Part 10 Income Tax Act 2007 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.

(g) Charitable activities

Costs of charitable activities comprise all costs incurred in the pursuit of the charitable objects of the Charity. These costs comprise direct costs and an apportionment of overhead costs.

(h) Governance and support costs

Other resources expended comprise all costs incurred in the running of the Charity. These costs include costs related to statutory audit/independent examination together with recharge of staff salaries.

(i) Fixed asset investments

Investments are stated at market value as at the balance sheet date. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The investments are included in the balance sheet at the closing dealing price at 31 March 2025.

(j) Unrealised / realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sale proceeds and market value at the start of the year (purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and market value at the start of the year (or purchase date if later).

(k) Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

(l) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity held for working capital.

(m) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid. Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. The impairment loss is recognised in the income and expenditure account.

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Financial Statements

(n) Creditors, loans and provisions

Creditors, loans and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors, loans and provisions are normally recognised at their settlement amount after allowing for any trade discounts due. Financial liabilities are derecognised when, and only when, the Charity's obligations are discharged, cancelled or they expire. Amounts recognised as provisions are best estimates of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation.

(o) Critical accounting estimates and judgements

In the application of the Charity's accounting policies, the Trustee is required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are outlined below.

Critical judgement - Legacies

Legacies are recognised as income when probate has been granted, the Charity has established its entitlement to the funds and where sufficient information is available to allow it to measure its entitlement with sufficient accuracy. Judgement can be exercised over entitlement and/or measurement.

2. Related party transactions

Harrogate and District NHS Foundation Trust is the significant related party of the charity. Administrative costs recharged from the Trust during the year were £151k (£323k 2024) and the balance owed to the Trust as at 31 March 2025 was £53k (£192k 2024).

The Charity raises funding in order to make expenditure for the benefit of the Foundation Trust. It reimburses the Foundation Trust for provision of administrative services and has outstanding balances with the Foundation Trust at the end of the year.

During the year none of the members of the Board of Directors or senior NHS Foundation Trust staff or parties related to them were beneficiaries of the Charity.

No member of the Board of Directors has received honoraria, emoluments or expenses in the year in respect of their service to the Charity. The Trustee has not purchased trustee indemnity insurance.

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

3. Analysis of donations and legacies

	Unrestricted Funds £000	Restricted Funds £000	Total 2025 £000	Total 2024 £000
Donations and non-performance grants	170	-	170	441
Gifts in Kind	59	-	59	57
Legacies	261	-	261	129
	490	-	490	627

The Gifts in Kind value is an estimated monetary value and the related expenditure is included in note 7.

4. Analysis of income from fundraising events

	Unrestricted Funds £000	Restricted Funds £000	Total 2025 £000	Total 2024 £000
Other	39	-	39	39
	39	-	39	39

In 2024/25 there was no fundraising event income included in Restricted Funds.

5. Income from investments

	Unrestricted Funds £000	Restricted Funds £000	Total 2025 £000	Total 2024 £000
Quoted investments (fixed asset investments)	36	34	70	77
	36	34	70	77

In 2024/25, £34k of investment income was included in Restricted Funds.

6. Allocation of Governance Costs

During the financial year ending 31 March 2025 governance costs were charged to the General Fund (unrestricted). These are included in note 7 analysis of charitable expenditure.

Apportionment of Governance Costs

	Unrestricted Funds £000	Restricted Funds £000	Total 2025 £000
Staff Costs (see note 8)	30	-	30
Audit/Independent examination Fees (see note 9)	27	-	27
Other	14	-	14
Total	71	-	71

Prior Year - Restated

	Unrestricted Funds £000	Restricted Funds £000	Total 2024 £000
Staff Costs (see note 8)	30	-	30
Audit/Independent examination Fees (see note 9)	20	-	20
Other	1	-	1
Total	51	-	51

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

7. Analysis of charitable expenditure

The Charity made funds available to Harrogate and District NHS Foundation Trust in support of a range of charitable activities.

	2025	Restated
	£000	2024
		£000
Medical Equipment	33	25
Other staff cost and staff training	40	108
Computer Equipment	8	11
Staff Welfare and Amenities	67	206
Patient Welfare and Amenities	78	322
Administration costs	74	61
Governance costs (see note 6)	71	51
Gifts in Kind	62	57
	433	841

All expenditure in relation to charitable activities in the current year was unrestricted, except £6k (2024: £1k) of patient welfare and £3k (2024: £0k) staff welfare expenditure. The above expenditure was incurred for the benefit of Harrogate and District NHS Foundation Trust.

See note 18 for further details of the restatement of prior year comparatives.

8. Analysis of staff costs

There are no staff directly employed by the Charity. Recharges are made for Harrogate and District NHS Foundation Trust staff time. The recharge for the year ended 31 March 2025 was £151k (2024: £99k). No staff had emoluments in excess of £60,000.

9. Auditor's/Independent examiner's remuneration

The Independent Examination Fee is £6,250 exclusive of VAT (last year's audit fee was £14,175 exclusive of VAT).

10. Fixed asset investments

Movement in fixed asset investments	2025	2024
	£000	£000
Market value brought forward	1,821	1,685
Additions at cost	745	317
Disposals at market value	(727)	(294)
Realised gain/(losses) on disposals	-	-
Net gains/(losses) on revaluation	(5)	113
Market value as at 31 March 2025	1,834	1,821

Fixed asset investments:

Common investment funds	2025	2024	2025	2024
	Portfolio Percentage		£000	£000
Fixed Interest Investments	17.56%	16.15%	322	294
UK Investments	25.52%	28.94%	468	527
Overseas Investments	56.92%	54.91%	1,044	1,000
	100.00%	100.00%	1,834	1,821

There are no direct investments held outside the UK by the Charity.

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

11. Current assets

	2025	2024
	£000	£000
Debtors: amounts falling due within one year		
Accrued income	7	19
Other debtors	2	3
	9	22

Accrued income comprises £0k donation income (2024: £17k), £4k investment income (2024: £3k) and £3k dividend declared before 31 March 2025 (2024: £2k) but not paid until after the year end.
Other debtors comprise of £2k Gift Aid.

Analysis of cash and deposits

	2025	2024
	£000	£000
Government Banking Service	634	600
Investment Fund Manager	29	26
	663	626

12. Current liabilities

	2025	2024
	£000	£000
Creditors: amounts falling due within one year		
Other Creditors (see below)	53	195
Accruals	15	19
	68	214

Other creditors represent the amount owed at the year end by the Charity to a related party, Harrogate and District NHS Foundation Trust, for pay costs incurred by the Trust on behalf of the charity.

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

13.1 Analysis of Funds

	As Restated Balance at 1 April 2024	Incoming Resources	Resources expended	Transfer between Funds	Investment gain/(losses)	Balance at 31 March 2025
	£000	£000	£000	£000	£000	£000
Endowment Funds						
Elsie Sykes Endowment	1,764	-	-	-	26	1,790
	1,764	-	-	-	26	1,790
Restricted Funds						
Medical Equipment - Sykes Trust	86	34	-	-	-	120
Wakefield Grant	49	-	(9)	-	-	40
Other	15	-	-	-	-	15
	150	34	(9)	-	-	175
Material Unrestricted and Designated Funds						
Rheumatology RA- Team	24	-	(1)	-	-	23
Breast Care Services	26	-	(1)	-	-	25
Breast Unit	100	-	-	-	-	100
Ferndale Ward Midwifery	28	-	-	-	-	28
Adult Community Services	43	-	(2)	-	-	41
Covid 19 Urgent appeal	9	-	(3)	-	-	6
Sir Robert Ogden Macmillan Centre	116	25	(103)	-	-	38
General Fund	(490)	407	(246)	-	4	(325)
Crem Fees	21	-	-	-	-	21
Staff Car Parking	81	-	-	(81)	-	-
NHS S3 Grant	2	-	-	(2)	-	-
Linden Trust	21	-	-	-	-	21
Special Care Baby Unit (Patients)	15	-	-	-	-	15
Intensive Care	26	3	-	-	-	29
Other	319	130	(81)	83	-	451
	341	565	(437)	-	4	473

The Trustee sets an opening or closing balance of £20,000 or above as the threshold for reporting these funds.

The key transfers between funds during the year were as follows:

Staff Car Parking - £81k transferred to Staff Health & Well Being

NHS S3 Grant - £2k transferred to Staff Health & Well Being

The transferred funds were established during the COVID-19 pandemic with the aim of supporting staff health and wellbeing at that time; the schemes have since been discontinued.

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

13.2 Analysis of Funds - Prior Year

	Balance at 1 April 2023	As Restated Incoming Resources	Resources expended	Transfer between Funds	Investment gain/(losses)	As Restated Balance at 31 March 2024
	£000	£000	£000	£000	£000	£000
Endowment Funds						
Elsie Sykes Endowment	1,666	-	-	-	98	1,764
	1,666	-	-	-	98	1,764
Restricted Funds						
Scanner Appeal	83	-	-	(83)	-	-
Medical Equipment - Sykes Trust	(19)	55	-	50	-	86
Wakefield Grant	-	50	(1)	-	-	49
Other	15	-	-	-	-	15
	79	105	(1)	(33)	-	150
Material Unrestricted and Designated Funds						
Rheumatology RA- Team	24	-	-	-	-	24
Breast Care Services	26	-	-	-	-	26
Breast Unit	100	-	-	-	-	100
Ferndale Ward Midwifery	28	-	-	-	-	28
Adult Community Services	46	-	(3)	-	-	43
Covid 19 Urgent appeal	22	-	(13)	-	-	9
Sir Robert Ogden Macmillan Centre	88	85	(57)	-	-	116
General Fund	(634)	288	(321)	145	32	(490)
Friends General Fund	82	12	(94)	-	-	-
Crem Fees	21	-	-	-	-	21
Staff Car Parking	86	10	-	(15)	-	81
NHS S3 Grant	28	-	(26)	-	-	2
Capital	100	-	-	(100)	-	-
Linden Trust	21	-	-	-	-	21
Special Care Baby Unit (Patients)	30	8	(23)	-	-	15
Intensive Care	13	39	(26)	-	-	26
Other	412	196	(292)	3	-	319
	493	638	(855)	33	32	341

The Trustee set an opening or closing balance of £20,000 or above as the threshold for reporting these funds.

Other funds include incoming resources and resources expended for Gifts in Kind valued at £57k.

It was identified that £55k investment income relating to restricted fund Medical Equipment - Sykes Trust was included incorrectly in restricted fund Other. This has been restated correctly reducing restricted fund Other incoming resources to £0k.

The key transfers between funds during the year were as follows:

Scanner Appeal - disabled and £83k balance transferred to General Fund. This amount had been reserved to cover potential maintenance costs related to the scanner; however, as no such costs were incurred, the fund was subsequently closed.

Medical Equipment Sykes Trust - £50k transferred in from Capital Fund

Staff Car Parking - £15k transferred to Staff Store for staff well being

Capital - the full £100k balance was transferred, £50k to General Fund and £50k to Medical Equipment - Sykes Trust fund

General Fund - transfers in £83k from Scanner Appeal, £50k from Capital fund and net £13k from other funds.

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

14. Description of Funds

Name of Fund	Description, nature and purposes of the fund
The Elsie Sykes Endowment Trust	This endowment was a gift from Elsie Sykes in 1978. The Trustee may spend the income receivable from the capital in order to fund medical equipment or medical research (excluding transplant or vivisection work).
Scanner Appeal	This fund is for the specific purchase of a Scanner by the Harrogate and District NHS Foundation Trust.
Rheumatology RA-Team	This fund has the designated objective to be used by the Rheumatology RA Team for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Breast Care Services	This fund has the designated objective to be used by the Breast Care Services for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Breast Unit	This fund has the designated objective to be used by the Breast Care Services for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Ferndale Ward Midwifery	This fund has the designated objective to be used by the Ferndale Ward Midwifery for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Adult Community Services	This fund has the designated objective to be used by the Adult Community Services Teams for any charitable purpose relating to the NHS.
Covid 19 Urgent Appeal	This fund has general objects for any charitable purpose relating to the NHS.
Sir Robert Ogden Macmillan Centre	This fund has the designated objective to be used by the Sir Robert Ogden Macmillan Centre for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
General Fund	This fund has general objects for any charitable purpose relating to the NHS.
Friends General Fund	This fund has general objects for any charitable purpose relating to the NHS.
Crem Fees	This fund has general objects for any charitable purpose relating to the NHS.
Staff Car Parking	This fund has general objects for any charitable purpose relating to the NHS.
NHS S3 Grant	This fund has general objects for any charitable purpose relating to the NHS.
Capital	This fund has general objects for any charitable purpose relating to the NHS.
Linden Trust	This is an award received by the Charity in May 2018, to be used towards something strategic and has yet to be allocated to a project.
Special Care Baby Unit (Patients)	This fund has general objects for any charitable purpose relating to the NHS.
Wakefield Grant	This fund has was a grant provided specifically for Wakefield 0-19 service.
Intensive Care	This fund has general objects for any charitable purpose relating to the NHS.

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

15. Parent organisation

These financial statements are consolidated within the Harrogate and District NHS Foundation Trust Consolidated Financial Statements.

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

**16. Statement of Financial Activities - Prior Year
for the year ended 31 March 2024**

		Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds 2024
		£000	£000	£000	£000
	Note				
Income:					
Donations and legacies	3	577	50	-	627
Other trading activities:					
Fund raising events	4	39	-	-	39
Income from Investments	5	22	55	-	77
Total income and endowments		638	105	-	743
Expenditure:					
<i>Costs of raising funds:</i>					
Investment management costs		15	-	0	15
Charitable Activities	7	840	1	0	841
Total expenditure		855	1	-	856
Net income and expenditure before investment gains/(losses)		(217)	104	-	(113)
Net gains/(losses) on investments		32	-	98	130
Gross Transfer Between Funds		33	(33)		0
Net Movement of Funds		(152)	71	98	17
Reconciliation of Funds					
Total Funds brought forward	13	493	79	1,666	2,238
Total Funds carried forward	13	341	150	1,764	2,255

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

**17. Balance Sheet - Prior Year
As at 31st March 2024**

	Note	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total Funds 2024 £000
Fixed assets:					
Investments	10	57	-	1,764	1,821
		<u>57</u>	<u>-</u>	<u>1,764</u>	<u>1,821</u>
Current assets:					
Debtors	11	22	-	-	22
Cash at bank and in hand	11	476	150	-	626
		<u>498</u>	<u>150</u>	<u>-</u>	<u>648</u>
Liabilities:					
Creditors falling due within one year	12	(214)	-	-	(214)
Net current assets		<u>284</u>	<u>150</u>	<u>-</u>	<u>434</u>
Total assets less current liabilities		341	150	1,764	2,255
Net assets		<u>341</u>	<u>150</u>	<u>1,764</u>	<u>2,255</u>
The funds of the Charity:	13				
Endowment funds		-	-	1,764	1,764
Restricted income funds		-	150	-	150
Unrestricted income funds		341	-	-	341
Total charity funds		<u>341</u>	<u>150</u>	<u>1,764</u>	<u>2,255</u>

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

18. Prior year restatement

After the year end it was identified that staff costs relating to Administration of the charity were incorrectly disclosed within note 6 and 7 as Governance costs.

To better reflects the underlying expenditure, a review of Governance costs was completed resulting in Staff cost reducing as of 31 March 2024 to £30K. A new category of Administration costs has been included within note 7 to correctly disclose these costs.

**Apportionment of Governance Costs
as at 31 March 2024**

	As Reported £000	Adjustment £'000	Restated £'000
Staff Costs	91	(61)	30
Audit/Independent examination Fees	20	-	20
Other	1	-	1
Total	112	(61)	51

**Analysis of charitable expenditure
as at 31 March 2024**

	As Reported £000	Adjustment £'000	Restated £'000
Medical Equipment	25	-	25
Other staff cost and staff training	108	-	108
Computer Equipment	11	-	11
Staff Welfare and Amenities	206	-	206
Patient Welfare and Amenities	322	-	322
Administration costs	-	61	61
Governance costs	112	(61)	51
Gifts in Kind	57	-	57
	841	-	841

Accounts



Trustee's Annual Report and Accounts 2023/24

**Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital**

(Registered charity number 1050008).

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2024**

Contents

Foreword	3
Reference and Administration Details	3
Trustee Arrangements	3
Principal Office	4
Principal Professional Advisors	4
Structure, Governance and Management	4-5
Risk Management	5
Partnership Working	6
Objectives and Activities	6
Reserves Policy	6
Financial Review	7
Achievements and Performance	7
Plans for Future Periods	7-8
Fundraising standards	8
Review of Investment Portfolio	8-9
Going Concern	9
Statement of Trustee's responsibilities in respect of the Trustee's annual report and the financial statements	10
Independent Auditor's Report	11-13
Statement of Financial Activities	14
Balance Sheet	15
Statement of Cash Flows	16
Notes to the Financial Statements	17-28

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2024**

Foreword

The Corporate Trustee presents the Charitable Funds Annual Report together with the Audited Accounts for the year ended 31 March 2024.

The Charity's annual report and accounts for the year ended 31 March 2024 have been prepared by the Corporate Trustee in accordance with the Charities Act 2011 and the Charities (Accounts & Reports) Regulations 2008 and the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102, effective 1 January 2019). The Charity's report and accounts include all the separately established funds for which the Harrogate and District NHS Foundation Trust is the beneficiary.

Reference and Administrative Details

The main charity, Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital, registered Charity Number 1050008, was entered on the Central Register of Charities on 19 January 1996. The charity is constituted of 152 individual funds as at the 31 March 2024 (168 funds as at 31 March 2023) and the notes to the accounts distinguish the types of fund held and disclose separately all material funds.

Charitable funds received by the Charity are accepted and held and administered as funds held on trust for purposes relating to the National Health Service in accordance with the National Health Service Act 1977 and the National Health Service and Community Care Act 1990 and these funds are held on trust by the Corporate Trustee.

Trustee Arrangements

Harrogate and District NHS Foundation Trust is the Corporate Trustee of the Charitable Funds governed by the law applicable to Trusts, principally the Trustee Act 2000 and the Charities Act 2011.

The NHS Foundation Trust's Board of Directors devolved responsibility for the on-going management of funds to the Charitable Funds Committee which administers the funds on behalf of the Corporate Trustee. The Committee meets quarterly unless items of an important nature intervene. The Committee members consider the strategy and financial management of the funds, discuss major policy issues and consider reports. The minutes of the Committee meetings are reported to the Board of Directors, acting as a Corporate Trustee.

Harrogate and District NHS Foundation Trust is the sole corporate trustee of the Charity. The Directors of the NHS Foundation Trust Board of Directors who served during the financial year were as follows:

Non-executive Directors

Sarah Armstrong	Chair
Jeremy Cross	Non-executive Director
Chiara De Biase	Non-executive Director
Andrew Papworth	Non-executive Director and Vice Chair
Laura Robson	Non-executive Director and Senior Independent Director
Wallace Sampson OBE	Non-executive Director
Richard Stiff	Non-executive Director (Left post 31st July 2023)
Julia Weldon	Non-executive Director

Associate Non-executive Directors

Azlina Bulmer	Associate Non-executive Directors
Kama Melly	Associate Non-executive Directors

Executive Directors

Jonathan Coulter	Chief Executive Officer
Jacqueline Andrews	Executive Medical Director
Matthew Graham	Director of Strategy and Transformation
Jordan McKie	Director of Finance
Russell Nightingale	Chief Operating Officer
Angela Wilkinson	Director of People and Culture
Emma Nunez	Director of Nursing, Midwifery and Allied Health Professionals (AHPs) and Deputy Chief Executive

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2024**

The names of those people who served as agents for the Corporate Trustee (as members of the Charitable Funds Committee), as permitted under regulation 19 of the NHS Trusts (Membership and Procedures) Regulations 1990 were as follows:

Mrs S Armstrong	Chair
Mr M Graham	Director of Strategy and Transformation
Mr R Nightingale	Chief Operating Officer
Mr J McKie	Director of Finance
Mr J Cross	Non-Executive Director

Representatives from the Trust's investment fund managers, RBC Brewin Dolphin, also attend Charitable Funds Committee meetings on a six-monthly basis.

Principal Office

The Principal Office for the Charity is:

Finance Department
Trust HQ
Harrogate and District NHS Foundation Trust
Harrogate District Hospital
Lancaster Park Road
Harrogate
HG2 7UG

Principal Professional Advisers:

Bankers

Government Banking Service
Premier Place
2 1/2 Devonshire Square
London
EC2M 4BA

Investment Fund Managers

RBC Brewin Dolphin Limited
10 Wellington Place
Leeds
LS1 4AN

Auditors

Saffery LLP
10 Wellington Place
Leeds
LS1 4AP

Solicitors

The Charity has not required the services of a solicitor during the financial year.

Structure, Governance and Management

Harrogate and District NHS Foundation Trust registered its charitable funds under an "umbrella charity" arrangement whereby charities administered are treated as special trusts of the umbrella charity. The nature of its governing document is a trust deed (dated 4 October 1995), and the charity is constituted as Trustees incorporated as a body. The umbrella charity is liable for registration whilst the individual funds retain their own identity for all other purposes. Subsequent donations and gifts received by the charity that are attributable to the original funds are added to those fund balances within the existing charity.

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2024**

Structure, Governance and Management (continued)

The Corporate Trustee fulfils its legal duty by ensuring that funds are spent in accordance with the objects of each fund, and by designating funds the Trustee respects the wishes of our generous donors to benefit patient care and advance the good health and welfare of patients, carers and staff. Where funds are received which have specific restrictions set by the donor a restricted fund has been established.

The charitable funds available for spending are allocated to Directorates within the NHS Foundation Trust's management structure. Each allocation is managed by use of a designated fund and manager within the general unrestricted fund. Designated fund managers can approve expenditure up to £5,000, expenditure between £5,000 and £150,000 also requires a member of the Charitable Funds Committee to countersign and expenditure above £150,000 must be approved by the Corporate Trustee. In addition, all expenditure above £500 is reviewed and ratified retrospectively on a quarterly basis by the Charitable Funds Committee.

Non-Executive Directors on the Board of Directors of the NHS Foundation Trust are appointed by the Board of Governors. Executive Directors of the Board of Directors of the NHS Foundation Trust are subject to appointment by the NHS Foundation Trust Board. The Board of Directors of the NHS Foundation Trust and the Charitable Funds Committee are not individual trustees under Charity Law but act as agents on behalf of the Corporate Trustee.

Directors on the NHS Foundation Trust's Board of Directors undertake induction training when newly appointed, this training includes information in respect of Trustee responsibilities.

Acting for the Corporate Trustee, the Charitable Funds Committee is responsible for the overall management of the Charitable Fund. The Committee is required to:

- Control, manage and monitor the use of the fund's resources.
- Provide support, guidance and encouragement for all its income raising activities whilst managing and monitoring the receipt of all income.
- Ensure that 'best practice' is followed in the conduct of all its affairs, fulfilling all of its legal responsibilities.
- Ensure that the Investment Policy approved by the Board of Directors as Corporate Trustee is adhered to and that performance is continually reviewed whilst being aware of ethical considerations.
- Keep the Board of Directors (acting as a Corporate Trustee) fully informed on the activity, performance and risks of the Charity.

The accounting records and the day-to-day administration of the funds are dealt with by the Finance Department of Harrogate and District NHS Foundation Trust located at Harrogate District Hospital, Lancaster Park Road, Harrogate, HG2 7UG.

Risk Management

The major risks to which the Charity is exposed have been considered, with the most significant risk identified being the possible losses from a fall in value of investments, especially equities. The Charitable Funds Committee has mitigated this risk by not investing one hundred per cent in equities, but rather taking the view that so far as is reasonable the investments should be made to mitigate undue risk to the real value of the capital and income of the portfolio.

Expenditure is closely monitored and no fund manager is able to expend funds without the request first being checked by the Finance Department to ensure funds are available.

Income is monitored to check whether the levels of income are as expected and if not the spending plans are amended accordingly.

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2024**

Partnership Working

Harrogate and District NHS Foundation Trust is the main beneficiary of the Charity and is a related party by virtue of being Corporate Trustee of the charity. By working in partnership with the Trust, the charitable funds are used to best effect. When deciding upon the most beneficial way to use charitable funds, the Corporate Trustee has regard to the main activities, objectives, strategies and plans of the Trust.

Harrogate and District NHS Foundation Trust remains indebted to the work of the volunteers of Friends of Harrogate Hospital, who raise thousands of pounds of funds each year for Harrogate District Hospital.

Objectives and Activities

The umbrella charity has NHS wide objectives as follows:

"The Trustee shall hold the trust fund upon trust to apply the income and at their discretion, so far as may be permissible, the capital, for any charitable purpose or purposes relating to the National Health Service" (hereinafter referred to as "the objects").

The Corporate Trustee conducts its activities with regard to the Charity Commission guidance on Public Benefit in section 4 of the Charities Act 2011.

The Corporate Trustee had determined the following strategic aims for the application of income:

- To enhance the environment for staff and patients, in which health services are being provided efficiently.
- To enable staff and carers, caring for patients to benefit from education and facilities not normally available within the NHS resource envelope.
- To donate extra equipment and staffing to the NHS Foundation Trust not normally available within the NHS resource envelope.
- To spend funds in accordance with Charity Commission best practice in support of the NHS Foundation Trust.

During the year, the funds continued to support a wide range of charitable and health related activities benefiting both patients and staff. In general they are used to purchase the very varied additional equipment and services that the NHS is unable to provide. For example charitable funds were used to purchase much needed medical equipment (see page 7).

The ward charitable funds receive many donations specifically given to thank the nursing staff and these are used for charitable activities that will benefit staff. The charitable funds also enable consultants and other medical staff to attend courses not funded by the NHS which will update them on new ideas and modern techniques in their specialties.

The General Fund receives donations and legacies that can be used for any charitable purpose relating to the NHS. This flexibility has been used to fund the Staff Long Service Awards and to support training of staff members.

Reserves Policy

It is the policy of this charity to avoid building up reserves. Health Service bodies, in their capacity as charity trustees, have a duty to apply the income for the purposes for which they were given. Income can only be accumulated when the charity's governing document gives them power to accumulate income. A failure to consider the matter and simply allow the income to accumulate without good reason is a breach of trust. As the Charity has no such powers at the present time the policy is to apply funds as and when they become available. Therefore the Charity does not have a target reserves figure.

The Charity funds management has discretion over the unrestricted funds, which had a total balance at 31 March 2024 of £341k and included a negative value for the general fund, see note 13.1. The management will review these balances in future to ensure each fund balance remains positive.

Reserves increased by £17k during the year. This arose from £743k of income, expenditure of £856k, an unrealised gain on investments of £113k and a realised gain on investments of £17k. Reserves decreased by £297k in the previous year.

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2024**

Financial review

The net assets of the Charitable Funds as at 31 March 2024 were £2,255k (2023: £2,238k). Overall net assets increased by £17k (2023: decrease of £297k) with a realised and unrealised gain on investments of £130k (2023: loss of £124k) plus an excess of expenditure over income of £113k (2023: excess of expenditure £173k).

The Charity continues to rely on donations, legacies and investment income as the main sources of income. Total income decreased by £19k when compared to the previous financial year, this is mainly due to lower fund raising income of £39k (2023: £72k) but higher income from investments of £77k (2023: £60k).

Of the total expenditure of £856k (2023: £935k), charitable expenditure on direct charitable activity was £841k (2023: £923k) across a range of programmes.

Achievements and performance

- Purchase of new medical equipment

The total spend on new medical equipment was £25k (2023: £278k). These purchases are not held as capital by the Charity and are expensed because the equipment is used by the Trust and not the charity.

- Staff Training

Staff training expenditure of £23k (2023: £20k) was used to enable consultants and other medical staff to attend courses, not funded by the NHS, which update them on the new ideas and modern techniques in their specialties.

- Staff welfare and amenities

Staff welfare and amenities expenditure of £206k (2023: £209k) was used by the Charity to finance staff benefits and social activities. In addition this funded hardship grant payments to some staff members, staff Christmas meals and providing/improving staff wellbeing areas and facilities.

- Patient welfare and amenities

The patient welfare and amenities heading of £322k (2023: £166k) includes services provided by personnel dedicated to the charity's work, the purchase of fixtures and fittings, and other goods purchased for patients.

Performance management

The Charity relies on the Harrogate and District NHS Foundation Trust to identify the appropriateness of funding requests in order to keep transaction costs to a minimum and to simplify the approval process.

Plans for future periods

Harrogate Hospital & Community Charity's (HHCC) mission continues to be going above and beyond the provision of the NHS to improve treatment and facilities for patients and colleagues at Harrogate and District NHS Foundation Trust (HDFT). As HDFT's Community services continue to grow, development of a Foundation to support our children, young people and families across our geographical footprint of Yorkshire and the North East has commenced. The Great Start In Life Foundation will be launched in September 2024 to enhance the Trust's Great Start In Life Ambition.

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2024**

Plans for future periods (continued)

Income accruing from the investment of Endowment Funds can only be applied for the specific purposes attached to the permanent endowment. The income can be used for purchasing medical equipment or carrying out medical research (excluding transplant or vivisection work). Such items of medical equipment are included in Harrogate and District NHS Foundation Trust's annual capital programme and subjected to the same tests of value for money and a proper business case, as applies to all other capital expenditure.

Fundraising standards

Harrogate and District NHS Foundation Trust is the beneficiary of the Charity. The Trust employs a fundraising team, the key objectives of the team include establishing and maintaining fundraising procedures, charity branding and a fund raising strategy for the Charity. The overall objectives are to generate sufficient income and capital growth to enable the Charity to carry out these purposes consistently, year on year.

The Charity has a Charity Funds Committee and part of the remit of this committee is to focus on fundraising matters prior to approval by the Corporate Trustee. The committee incorporates members of the fundraising team and members of the Corporate Trustee.

The Charity has policies in place to manage charitable funds and activities, including but not limited to supporting individuals in fund raising activities and protecting vulnerable individuals in the course of such activities.

The Charity's fundraising activities follow the Fundraising Regulator's Code of Fundraising Practice.

The Charity has not received any complaints during the year.

Review of Investment Portfolio

The investment portfolio of Harrogate and District NHS Trust Foundation is managed in Leeds by RBC Brewin Dolphin on a discretionary basis within the constraints of an Ethical Investment Policy approved by the Corporate Trustee.

It is the practice that the investment advisers attend regular meetings of the Charitable Funds Committee. Detailed written reports are produced on a quarterly basis which value the portfolio and record its respective performance statistics. An integral part of the regular meetings is detailed discussion on the content of the report with particular reference to the performance aspect.

RBC Brewin Dolphin is remunerated by an investment management fee of 0.6% per annum on the first £1million and 0.5% on the balance. The fee is invoiced quarterly on the funds under management at the end of the relevant quarter. VAT is charged in addition, but there are no commission or transaction charges levied.

As at 31 March 2024, the investment portfolio managed by the RBC Brewin Dolphin was valued at £1,821k (2023: £1,685k), excluding income and accrued interest. The portfolio produced an annual estimated gross income of £77k (2023: £60k), see note 5, which was an equivalent gross yield of 2.36% (2023: 2.77%) and portfolio gains of £17k realised on disposals plus £113k on revaluation, see note 10.

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2024**

Review of Investment Portfolio (continued)

RBC Brewin Dolphin have provided a detailed annual report of the Charity's holdings, transactions and performance. This incorporated a market commentary which included a reflection on the final quarter of 2023 that despite uncertainty and conflict, there is reason for markets to be optimistic; additional observations noted the investment risks arising from inflation, wars, supply chains, global demand and recession and that uncertainty persists.

Note 10 illustrates the mix of investment funds held by the Charity at year end which was 55% overseas investments, 29% UK investments and 16% fixed interest investments.

The direct equity portion of the portfolio remains subject to ethical constraints with the shares of companies predominantly involved with tobacco, armaments, pornography and where there is proven poor human rights track record to be excluded.

The structure of the portfolio is in accordance with the Policy Statement which was agreed by the Trustee in November 2014 in accordance with the requirements of the Trustee Act 2000.

Going Concern

The financial statements have been prepared on a going concern basis which the Trustee considers to be appropriate for the following reasons. The business model of the Charity is such that its charitable activities are limited to those which it has sufficient funds to support from the excess of funding received over the costs of administering the Charity. The Charity therefore has no specific commitments and no committed costs beyond its fixed costs of operation which are detailed in note 6.

The Trustee has reviewed the cash flow forecasts for a period of 12 months from the date of approval of these financial statements which indicate that the Charity will have sufficient funds to meet its liabilities as they fall due for that period.

A Big Thank You

On behalf of the staff and patients who have benefited from improved services due to donations and legacies, the Corporate Trustee would like to thank all of those who have made charitable donations.

Approved on behalf of the Corporate Trustee.



Chief Executive Officer - Mr Jonathan Coulter Date: 21st January 2025



Director of Finance - Mr Jordan McKie Date: 21st January 2025

**Trustee's Annual Report for Harrogate Hospital and Community Charity,
supported by Friends of Harrogate Hospital
for the year ended 31 March 2024**

Statement of Trustee's responsibilities in respect of the Trustee's annual report and the financial statements

The Trustee is responsible for preparing the trustee's report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the trustee to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.

In preparing these financial statements, generally accepted accounting practice entails that the trustee is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and the Statement of Recommended Practice have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping proper accounting records, sufficient to disclose at any time, with reasonable accuracy, the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, applicable regulations and the provisions of the Trust deed. They are responsible for such internal control as they determine is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Charity and to prevent and detect fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the financial and other information included on the Charity's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

By Order of the Trustee
Signed:

Chief Executive Officer - Mr Jonathan Coulter  Date: 21st January 2025


Director of Finance - Mr Jordan McKie Date: 21st January 2025

Independent Auditors' Report to the Corporate Trustee of Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital

Opinion

We have audited the financial statements of the Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital for the year ended 31 March 2024 which comprise the Statement of Financial Activities, the Balance Sheet, Statement of Cashflows and notes to the financial statements, including 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 charity's affairs as at 31 March 2024 and of its incoming resources and application of resources 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 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 charity 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 trustee's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the 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 annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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 this gives rise to 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.

Independent Auditors' Report to the Corporate Trustee of Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital (cont)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- the charity has not kept sufficient accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustee's Responsibilities Statement set out on page 10, the trustee is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustee determines 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 trustee is responsible for assessing the charity'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 charity or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditors under the Charities Act 2011 and report in accordance with regulations made under that Act.

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud are detailed below.

Identifying and assessing risks related to irregularities:

We assessed the susceptibility of the charity's financial statements to material misstatement and how fraud might occur, including through discussions with the trustee, discussions within our audit team planning meeting, updating our record of internal controls and ensuring these controls operated as intended. We evaluated possible incentives and opportunities for fraudulent manipulation of the financial statements. We identified laws and regulations that are of significance in the context of the charity by discussions with the trustee and updating our understanding of the sector in which the charity operates.

Laws and regulations of direct significance in the context of the charity include the Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 and guidance issued by the Charity Commission for England and Wales.

Independent Auditors' Report to the Corporate Trustee of Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital (cont)

Audit response to risks identified:

We considered the extent of compliance with these laws and regulations as part of our audit procedures on the related financial statement items including a review of financial statement disclosures. We reviewed the charity's records of breaches of laws and regulations, minutes of meetings and correspondence with relevant authorities to identify potential material misstatements arising. We discussed the charity's policies and procedures for compliance with laws and regulations with members of management responsible for compliance.

During the planning meeting with the audit team, the engagement partner drew attention to the key areas which might involve non-compliance with laws and regulations or fraud. We enquired of management whether they were aware of any instances of non-compliance with laws and regulations or knowledge of any actual, suspected or alleged fraud. We addressed the risk of fraud through management override of controls by testing the appropriateness of journal entries and identifying any significant transactions that were unusual or outside the normal course of business. We assessed whether judgements made in making accounting estimates gave rise to a possible indication of management bias. At the completion stage of the audit, the engagement partner's review included ensuring that the team had approached their work with appropriate professional scepticism and thus the capacity to identify non-compliance with laws and regulations and fraud.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

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 charity's trustee, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the trustee 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 charity and the trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Saffery LLP
10 Wellington Place
Leeds
LS1 4AP



Statutory Auditors

Date: 24 January 2025

Saffery LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

**Statement of Financial Activities
for the year ended 31 March 2024**

		Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds 2024	Total Funds 2023
		£000	£000	£000	£000	£000
	Note					
Income:						
Donations and legacies	3	577	50	-	627	630
Other trading activities:						
Fund raising events	4	39	-	-	39	72
Income from Investments	5	22	55	-	77	60
Total income and endowments		638	105	-	743	762
Expenditure:						
<i>Costs of raising funds:</i>						
Investment management costs		15	-	-	15	12
Charitable Activities	7	840	1	-	841	923
Total expenditure		855	1	-	856	935
Net (expenditure)/income before investment gains(losses)		(217)	104	-	(113)	(173)
Net gains/(losses) on investments	10	32	-	98	130	(124)
Gross Transfer Between Funds	13	33	(33)		-	-
Net Movement of Funds		(152)	71	98	17	(297)
Reconciliation of Funds						
Total Funds brought forward	13	493	79	1,666	2,238	2,535
Total Funds carried forward	13	341	150	1,764	2,255	2,238

The statement of financial activities includes all recognised gains and losses in the year and all relates to continuing operations.

A full comparative statement of financial activities is shown at note 17.

The notes on pages 17 to 28 form part of these financial statements

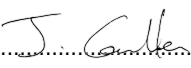
Balance Sheet
for the year ended 31 March 2024

	Note	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total Funds 2024 £000	Total Funds 2023 £000
Fixed assets:						
Investments	10	57	-	1,764	1,821	1,685
		<u>57</u>	<u>-</u>	<u>1,764</u>	<u>1,821</u>	<u>1,685</u>
Current assets:						
Debtors	11	22	-	-	22	34
Cash at bank and in hand	11	476	150	-	626	566
		<u>498</u>	<u>150</u>	<u>-</u>	<u>648</u>	<u>600</u>
Liabilities:						
Creditors falling due within one year	12	(214)	-	-	(214)	(47)
Net current assets		<u>284</u>	<u>150</u>	<u>-</u>	<u>434</u>	<u>553</u>
Net assets		<u>341</u>	<u>150</u>	<u>1,764</u>	<u>2,255</u>	<u>2,238</u>
The funds of the charity:						
Endowment funds		-	-	1,764	1,764	1,666
Restricted income funds		-	150	-	150	79
Unrestricted income funds		341	-	-	341	493
Total charity funds	13	<u>341</u>	<u>150</u>	<u>1,764</u>	<u>2,255</u>	<u>2,238</u>

A full comparative balance sheet is shown at note 18

The notes on pages 17 to 28 form part of these financial statements

The financial statements were approved by the Board and signed on their behalf by:

Chief Executive Officer - Mr Jonathan Coulter.....  Date: 21st January 2025

Director of Finance - Mr Jordan McKie  Date: 21st January 2025

Statement of Cash Flows
for the year ended 31 March 2024

	Note	2024 £000	2023 £000
Cash flows from operating activities			
Net income/(expenditure) for the year (as per the Statement of Financial Activities)		<u>17</u>	<u>(297)</u>
		17	(297)
Non-cash income and expense			
Decrease/(Increase) in debtors	11	12	(14)
Increase/(Decrease) in creditors	12	167	17
Increase/(Decrease) in Gains on Investment Revaluations	10	<u>(113)</u>	<u>123</u>
NET CASH GENERATED FROM OPERATIONS		<u>83</u>	<u>(171)</u>
Cash flows from investing activities			
Investment Additions	10	(317)	(156)
Proceeds from Sale of investments	10	311	177
Realised Gain/(Losses) on Sale of investments	10	<u>(17)</u>	<u>1</u>
Net cash used in investing activities		<u>(23)</u>	<u>22</u>
Cash flows from financing activities		-	-
Net cash generated/(used) in financing activities		<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents		<u>60</u>	<u>(149)</u>
Cash and cash equivalents at 1 April 2022		566	715
Cash and cash equivalents at 31 March 2023		<u><u>626</u></u>	<u><u>566</u></u>

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Financial Statements

1. Accounting Policies

(a) Basis of preparation

The accounts have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (Charities SORP) preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102, effective 1 January 2019) and the Charities Act 2011 and UK Generally Accepted Practice.

The financial statements have been prepared on a going concern basis which the Trustees consider to be appropriate for the following reasons. The business model of the Charity is such that its charitable activities are limited to those which it has sufficient funds to support from the excess of funding received over the costs of administering the charity. The Charity therefore has no specific commitments and no committed costs beyond its fixed costs of operation which are detailed in note 6.

The Trustees have reviewed the cash flow forecasts for a period of 12 months from the date of approval of these financial statements which indicate that the Charity will have sufficient funds to meet its liabilities as they fall due for that period. The Trustees consider that as a result of its operating model explained above, even if no further funding is received in the 12 month period, the Charity has sufficient cash reserves to pay all committed costs. Consequently, the Trustees are confident that the Charity will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements.

(b) Funds structure

Unrestricted income funds comprise those funds which the Trustee is free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds, where the Trustee, at its discretion, has designated a fund for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor.

The Charity has one permanent endowment fund. The income of the Elsie Sykes Endowment Fund can be used for medical equipment or medical research (excluding transplant or vivisection work).

The major funds held in each of these categories are disclosed in note 13.

(c) Incoming resources

All incoming resources, including investment and fundraising activities, are recognised once the Charity has entitlement to the resources, it is probable that the resources will be received and the monetary value of incoming resources can be measured with sufficient reliability.

Gifts in kind arising are included in income and expenditure at estimated values.

Income and gains arise from the investment portfolio and details are provided by the professional portfolio manager.

(d) Incoming resources from legacies

Legacies are accounted for as incoming resources either upon receipt or where the receipt of the legacy is virtually certain; this will be once confirmation has been received from the representatives of the estate(s) that payment of the legacy will be made or property transferred and once all conditions attached to the legacy have been fulfilled.

(e) Resources expended

Expenditure is recognised when a liability is incurred and can be measured reliably.

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Financial Statements

1. Accounting Policies (continued)

(f) Irrecoverable VAT and Taxation

Irrecoverable VAT is charged against the category of resources expended for which it was incurred. Harrogate Hospital and Community Charity is considered to pass the tests set out in paragraph 1 schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable trust for UK income tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Part 10 Income Tax Act 2007 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.

(g) Charitable activities

Costs of charitable activities comprise all costs incurred in the pursuit of the charitable objects of the Charity. These costs comprise direct costs and an apportionment of overhead costs.

(h) Governance and support costs

Other resources expended comprise all costs incurred in the running of the Charity. These costs include costs related to statutory audit together with recharge of staff salaries.

(i) Fixed asset investments

Investments are stated at market value as at the balance sheet date. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The investments are included in the balance sheet at the closing dealing price at 31 March 2024.

(j) Unrealised / realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sale proceeds and market value at the start of the year (purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and market value at the start of the year (or purchase date if later).

(k) Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

(l) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity held for working capital.

(m) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid. Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. The impairment loss is recognised in the income and expenditure account.

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Financial Statements

(n) Creditors, loans and provisions

Creditors, loans and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors, loans and provisions are normally recognised at their settlement amount after allowing for any trade discounts due. Financial liabilities are derecognised when, and only when, the Charity's obligations are discharged, cancelled or they expire. Amounts recognised as provisions are best estimates of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation.

(o) Critical accounting estimates and judgements

In the application of the Charity's accounting policies, the Trustee is required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are outlined below.

Critical judgement - Legacies

Legacies are recognised as income when probate has been granted, the Charity has established its entitlement to the funds and where sufficient information is available to allow it to measure its entitlement with sufficient accuracy. Judgement can be exercised over entitlement and/or measurement.

2. Related party transactions

Harrogate and District NHS Foundation Trust is the significant related party of the charity. Administrative costs recharged from the Trust during the year were £323k and the balance owed to the Trust as at 31.3.24 was £192k.

The Charity raises funding in order to make expenditure for the benefit of the Foundation Trust. It reimburses the Foundation Trust for provision of administrative services and has outstanding balances with the Foundation Trust at the end of the year.

During the year none of the members of the Board of Directors or senior NHS Foundation Trust staff or parties related to them were beneficiaries of the Charity.

No member of the Board of Directors has received honoraria, emoluments or expenses in the year in respect of their service to the Charity. The Trustee has not purchased trustee indemnity insurance.

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

3. Analysis of donations and legacies

	Unrestricted Funds £000	Restricted Funds £000	Total 2024 £000	Total 2023 £000
Donations and non-performance grants	391	50	441	248
Gifts in Kind	57	-	57	98
Legacies	129	-	129	284
	577	50	627	630

In 2022/23 there were no donations, gifts in kind or legacies to Restricted Funds.

The Gifts in Kind value is an estimated monetary value and the related expenditure is included in note 7.

4. Analysis of income from fundraising events

	Unrestricted Funds £000	Restricted Funds £000	Total 2024 £000	Total 2023 £000
Other	39	-	39	72
	39	-	39	72

In 2022/23 there was no fundraising event income included in Restricted Funds.

5. Income from investments

	Unrestricted Funds £000	Restricted Funds £000	Total 2024 £000	Total 2023 £000
Quoted investments (fixed asset investments)	22	55	77	60
	22	55	77	60

In 2022/23, £42k of investment income was included in Restricted Funds.

6. Allocation of Governance Costs

During the financial year ending 31 March 2024 governance costs were charged to the General Fund (unrestricted). These are included in note 7 analysis of charitable expenditure.

Apportionment of Governance Costs	Unrestricted Funds £000	Restricted Funds £000	Total 2024 £000
Staff Costs (see note 8)	91	-	91
Audit Fees (see note 9)	20	-	20
Other	1	-	1
Total	112	-	112
Prior Year	Unrestricted Funds £000	Restricted Funds £000	Total 2023 £000
Staff Costs (see note 8)	140	-	140
Audit Fees (see note 9)	10	-	10
Other	2	-	2
Total	152	-	152

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

7. Analysis of charitable expenditure

The Charity made funds available to Harrogate and District NHS Foundation Trust in support of a range of charitable activities.

	2024	2023
	£000	£000
Medical Equipment	25	278
Other staff cost and staff training	108	20
Computer Equipment	11	-
Staff Welfare and Amenities	206	209
Patient Welfare and Amenities	322	166
Governance costs (see note 6)	112	152
Gifts in Kind	57	98
	841	923

All expenditure in relation to charitable activities in the current and prior year was unrestricted, except £1k of patient welfare expenditure in the current year. The above expenditure was incurred for the benefit of Harrogate and District NHS Foundation Trust.

8. Analysis of staff costs

There are no staff directly employed by the Charity. Recharges are made for Harrogate and District NHS Foundation Trust staff time. The recharge for the year ended 31 March 2024 was £99k (2023: £140k). No staff had emoluments in excess of £60,000.

9. Auditor's remuneration

The audit fee is £14,175 exclusive of VAT (last year's fee was £13,500 exclusive of VAT).

10. Fixed asset investments

Movement in fixed asset investments	2024	2023
	£000	£000
Market value brought forward	1,685	1830
Additions at cost	317	156
Disposals at carrying value	(311)	(177)
Realised gain/(losses) on disposals	17	(1)
Net gains/(losses) on revaluation	113	(123)
Market value as at 31 March 2023	1,821	1,685

Fixed asset investments:

Common investment funds	2024	2023	2024	2023
	Portfolio Percentage		£000	£000
Fixed Interest Investments	16.14%	15.79%	294	266
UK Investments	28.94%	34.54%	527	582
Overseas Investments	54.91%	49.67%	1,000	837
	100.00%	100.00%	1,821	1,685

There are no direct investments held outside the UK by the Charity.

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

11. Current assets

	2024	2023
	£000	£000
Debtors: amounts falling due within one year		
Accrued income	19	7
Other debtors	3	27
	<u>22</u>	<u>34</u>

Accrued income comprises £17k legacy income (2023: £nil) and £2k dividend declared before 31 March 2024 (2023: £7k) but not paid until after the year end.

Other debtors comprise £3k dividend notified as payable by brokers as at 31 March 2024 (2023: £27k due from a related party, Harrogate and District NHS Foundation Trust, for income collected on behalf of the Charity).

Analysis of cash and deposits

	2024	2023
	£000	£000
Government Banking Service	600	527
Investment Fund Manager	26	39
	<u>626</u>	<u>566</u>

12. Current liabilities

	2023	2023
	£000	£000
Creditors: amounts falling due within one year		
Other Creditors (see below)	195	34
Accruals	19	13
	<u>214</u>	<u>47</u>

Other creditors represent the amount owed at the year end by the Charity to a related party, Harrogate and District NHS Foundation Trust, for pay costs incurred by the Trust on behalf of the charity.

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

13.1 Analysis of Funds

	Balance at 1 April 2023	Incoming Resources	Resources expended	Transfer between Funds	Investment gain/(losses)	Balance at 31 March 2024
	£000	£000	£000	£000	£000	£000
Endowment Funds						
Elsie Sykes Endowment	1,666	-	-	-	98	1,764
	1,666	-	-	-	98	1,764
Restricted Funds						
Scanner Appeal	83	-	-	(83)	-	-
Medical Equipment - Sykes Trust	(19)	-	-	50	-	31
Wakefield Grant	-	50	(1)	-	-	49
Other	15	55	-	-	-	70
	79	105	(1)	(33)	-	150
Material Unrestricted and Designated Funds						
Rheumatology RA- Team	24	-	-	-	-	24
Breast Care Services	26	-	-	-	-	26
Breast Unit	100	-	-	-	-	100
Ferndale Ward Midwifery	28	-	-	-	-	28
Adult Community Services	46	-	(3)	-	-	43
Covid 19 Urgent appeal	22	-	(13)	-	-	9
Sir Robert Ogden Macmillan Centre	88	85	(57)	-	-	116
General Fund	(634)	288	(321)	145	32	(490)
Friends General Fund	82	12	(94)	-	-	-
Crem Fees	21	-	-	-	-	21
Staff Car Parking	86	10	-	(15)	-	81
NHS S3 Grant	28	-	(26)	-	-	2
Capital	100	-	-	(100)	-	-
Linden Trust	21	-	-	-	-	21
Special Care Baby Unit (Patients)	30	8	(23)	-	-	15
Intensive Care	13	39	(26)	-	-	26
Other	412	196	(292)	3	-	319
	493	638	(855)	33	32	341

The Trustee sets an opening or closing balance of £20,000 or above as the threshold for reporting these funds.

Other funds include incoming resources and resources expended for Gifts in Kind valued at £57k.

The key transfers between funds during the year were as follows:

Scanner Appeal - disabled and £83k balance transferred to General Fund

Medical Equipment Sykes Trust - £50k transferred in from Capital Fund

Staff Car Parking - £15k transferred to Staff Store for staff well being

Capital - the full £100k balance was transferred, £50k to General Fund and £50k to Medical Equipment - Sykes Trust fund

General Fund - transfers in £83k from Scanner Appeal, £50k from Capital fund and net £13k from other funds.

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

13.2 Analysis of Funds - Prior Year

	Balance at 1 April 2022	Incoming Resources	Resources expended	Transfer between Funds	Investment gain/(losses)	Balance at 31 March 2023
	£000	£000	£000	£000	£000	£000
Endowment Funds						
Elsie Sykes Endowment	1,753	-	-	-	(87)	1,666
	<u>1,753</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(87)</u>	<u>1,666</u>
Restricted Funds						
Scanner Appeal	83	-	-	-	-	83
Other	(11)	42	-	(35)	-	(4)
	<u>72</u>	<u>42</u>	<u>-</u>	<u>(35)</u>	<u>-</u>	<u>79</u>
Material Unrestricted and Designated Funds						
Rheumatology RA- Team	24	-	-	-	-	24
Breast Care Services	26	-	-	-	-	26
Breast Unit	100	-	-	-	-	100
Ferndale Ward Midwifery	28	-	-	-	-	28
Adult Community Services	82	1	(37)	-	-	46
Covid 19 Urgent appeal	32	-	(10)	-	-	22
Sir Robert Ogden Macmillan Centre	163	47	(122)	-	-	88
General Fund	(524)	296	(404)	35	(37)	(634)
Friends General Fund	67	38	(23)	-	-	82
Crem Fees	21	-	-	-	-	21
Staff Car Parking	119	68	(101)	-	-	86
NHS S3 Grant	52	-	(24)	-	-	28
Capital	50	50	-	-	-	100
Linden Trust	21	-	-	-	-	21
Special Care Baby Unit (Patients)	13	17	-	-	-	30
Other	436	203	(214)	-	-	425
	<u>710</u>	<u>720</u>	<u>(935)</u>	<u>35</u>	<u>(37)</u>	<u>493</u>

The Trustee set an opening or closing balance of £20,000 or above as the threshold for reporting these funds.

The £35,000 transfer between funds relates to a correction of prior year expenditure allocations.

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

14. Description of Funds

Name of Fund	Description, nature and purposes of the fund
The Elsie Sykes Endowment Trust	This endowment was a gift from Elsie Sykes in 1978. The Trustee may spend the income receivable from the capital in order to fund medical equipment or medical research (excluding transplant or vivisection work).
Scanner Appeal	This fund is for the specific purchase of a Scanner by the Harrogate and District NHS Foundation Trust.
Rheumatology RA-Team	This fund has the designated objective to be used by the Rheumatology RA Team for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Breast Care Services	This fund has the designated objective to be used by the Breast Care Services for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Breast Unit	This fund has the designated objective to be used by the Breast Care Services for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Ferndale Ward Midwifery	This fund has the designated objective to be used by the Ferndale Ward Midwifery for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Adult Community Services	This fund has the designated objective to be used by the Adult Community Services Teams for any charitable purpose relating to the NHS.
Covid 19 Urgent Appeal	This fund has general objects for any charitable purpose relating to the NHS.
Sir Robert Ogden Macmillan Centre	This fund has the designated objective to be used by the Sir Robert Ogden Macmillan Centre for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
General Fund	This fund has general objects for any charitable purpose relating to the NHS.
Friends General Fund	This fund has general objects for any charitable purpose relating to the NHS.
Crem Fees	This fund has general objects for any charitable purpose relating to the NHS.
Staff Car Parking	This fund has general objects for any charitable purpose relating to the NHS.
NHS S3 Grant	This fund has general objects for any charitable purpose relating to the NHS.
Capital	This fund has general objects for any charitable purpose relating to the NHS.
Linden Trust	This is an award received by the Charity in May 2018, to be used towards something strategic and has yet to be allocated to a project.
Special Care Baby Unit (Patients)	This fund has general objects for any charitable purpose relating to the NHS.
Wakefield Grant	This fund has general objects for any charitable purpose relating to the NHS.
Intensive Care	This fund has general objects for any charitable purpose relating to the NHS.

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

15. Parent organisation

These financial statements are consolidated within the Harrogate and District NHS Foundation Trust Consolidated Financial Statements.

16. Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the trustee has considered whether, in applying the accounting policies required by FRS 102 and the Charities SORP, the restatement of comparative items were required. No restatements were required.

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

**17. Statement of Financial Activities - Prior Year
for the year ended 31 March 2023**

		Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds 2023
		£000	£000	£000	£000
	Note				
Income:					
Donations and legacies	3	630	-	-	630
Other trading activities: Fund raising events	4	72	-	-	72
Income from Investments	5	18	42	-	60
Total income and endowments		720	42	-	762
Expenditure:					
<i>Costs of raising funds:</i>					
Investment management costs		12	-	-	12
Charitable Activities	7	923	-	-	923
Total expenditure		935	-	-	935
Net income and expenditure before investment gains/(losses)		(215)	42	-	(173)
Net gains/(losses) on investments		(37)	-	(87)	(124)
Gross Transfer Between Funds		35	(35)		0
Net Movement of Funds		(217)	7	(87)	(297)
Reconciliation of Funds					
Total Funds brought forward	13	710	72	1,753	2,535
Total Funds carried forward	13	493	79	1,666	2,238

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital -
Notes to the Financial Statements**

**18. Balance Sheet - Prior Year
As at 31st March 2023**

	Note	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total Funds 2023 £000
Fixed assets:					
Investments	10	19	-	1,666	1,685
		<u>19</u>	<u>-</u>	<u>1,666</u>	<u>1,685</u>
Current assets:					
Debtors	11	29	5	-	34
Cash at bank and in hand	11	492	74	-	566
		<u>521</u>	<u>79</u>	<u>-</u>	<u>600</u>
Liabilities:					
Creditors falling due within one year	12	(47)	-	-	(47)
Net current assets		<u>474</u>	<u>79</u>	<u>-</u>	<u>553</u>
Total assets less current liabilities		493	79	1,666	2,238
Net assets		<u>493</u>	<u>79</u>	<u>1,666</u>	<u>2,238</u>
The funds of the Charity:	13				
Endowment funds		-	-	1,666	1,666
Restricted income funds		-	79	-	79
Unrestricted income funds		493	-	-	493
Total charity funds		<u>493</u>	<u>79</u>	<u>1,666</u>	<u>2,238</u>

Accounts



Annual Report and Accounts for Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital for 2022/23 (registered charity number 1050008).

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of
Harrogate Hospital
for the year ended
31 March 2023**

Contents

Foreword	3
Reference and Administration Details	3
Trustee Arrangements	3
Principal Office	4
Principal Professional Advisors	4
Structure, Governance and Management	4-5
Risk Management	5
Partnership Working	6
Objectives and Activities	6
Reserves Policy	6
Financial Review	7
Achievements and Performance	7
Plans for Future Periods	7-8
Review of Investment Portfolio	8-9
Going Concern	9
Statement of Trustee's Responsibilities in respect of the Trustee's Annual Report and Financial Statements	10
External Auditor's Report	11-13
Statement of Financial Activities	14
Statement of Financial Position	15
Statement of Cash Flows	16
Notes to the Accounts	17-28

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of
Harrogate Hospital
for the year ended
31 March 2023**

Foreword

The Corporate Trustee presents the Charitable Funds Annual Report together with the Audited Accounts for the year ended 31 March 2023.

The Charity's annual report and accounts for the year ended 31 March 2023 have been prepared by the Corporate Trustee in accordance with the Charities Act 2011 and the Charities (Accounts & Reports) Regulations 2008. The Charity's report and accounts include all the separately established funds for which the Harrogate and District NHS Foundation Trust is the beneficiary.

Reference and Administrative Details

The main charity Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital, registered Charity Number 1050008, was entered on the Central Register of Charities on 20 October 1995. The charity is constituted of 168 individual funds as at the 31 March 2023 (180 funds as at 31 March 2022) and the notes to the accounts distinguish the types of fund held and disclose separately all material funds.

Charitable funds received by the charity are accepted and held and administered as funds held on trust for purposes relating to the National Health Service in accordance with the National Health Service Act 1977 and the National Health Service and Community Care Act 1990 and these funds are held on trust by the Corporate Trustee.

Trustee Arrangements

Harrogate and District NHS Foundation Trust is the Corporate Trustee of the Charitable Funds governed by the law applicable to Trusts, principally the Trustee Act 2000 and the Charities Act 2011.

The NHS Foundation Trust's Board of Directors devolved responsibility for the on-going management of funds to the Charitable Funds Committee which administers the funds on behalf of the Corporate Trustee. The Committee meets quarterly unless items of an important nature intervene. The Committee members consider the strategy and financial management of the funds, discuss major policy issues and consider reports. The minutes of the Committee meetings are reported to the Board of Directors, acting as a Corporate Trustee.

Harrogate and District NHS Foundation Trust is the sole corporate trustee of the Charity. The Directors of the NHS Foundation Trust Board of Directors who served during the financial year were as follows:

Name	Position
Mrs S Armstrong	Chair
Mr J Coulter	Chief Executive Officer
Mrs E Nunez	Director of Nursing, Midwifery and Allied Health Professionals (AHPs) and Acting Deputy Chief Executive
Dr J Andrews	Executive Medical Director
Mr J McKie	Acting Director of Finance
Mr M Graham	Director of Strategy and Transformation
Mr R Nightingale	Chief Operating Officer
Mrs A Wilkinson	Director of People and Culture
Mr R Stiff	Non-Executive Director
Mr A Papworth	Non-Executive Director and Vice Chair
Mrs M Taylor	Non-Executive Director (Left post 30 September 2022)
Ms L Robson	Non-Executive Director and Senior Independent Director
Mr J Cross	Non-Executive Director
Mr W Sampson (OBE)	Non-Executive Director
Miss Chiara De Biase	Non-Executive Director (Commenced 3 October 2022)
Mrs Julia Weldon	Non-Executive Director (Commenced 7 November 2022)
Mrs A Bulmer	Associate Non-Executive Director (Commenced 10 October 2022)
Ms K Melly	Associate Non-Executive Director (Commenced 3 October 2022)

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of
Harrogate Hospital
for the year ended
31 March 2023 (continued)**

The names of those people who served as agents for the Corporate Trustee (as members of the Charitable Funds Committee), as permitted under regulation 19 of the NHS Trusts (Membership and Procedures) Regulations 1990 were as follows:

Mrs S Armstrong	Chair
Mr M Graham	Director of Strategy and Transformation
Mr R Nightingale	Chief Operating Officer
Mr J McKie	Acting Director of Finance
Mr J Cross	Non-Executive Director

Representatives from the Trust's investment fund managers, RBC Brewin Dolphin, also attend Charitable Funds Committee meetings on a six-monthly basis.

Principal Office

The Principal Office for the Charity is:

Finance Department
Trust HQ
Harrogate and District NHS Foundation Trust
Harrogate District Hospital
Lancaster Park Road
Harrogate
HG2 7UG

Principal Professional Advisers:

Bankers

Government Banking Service
Premier Place
2 1/2 Devonshire Square
London
EC2M 4BA

Investment Fund Managers

RBC Brewin Dolphin Limited
10 Wellington Place
Leeds
LS1 4AN

Auditors

Saffery LLP
Mitre House
North Park Road
Harrogate
HG1 5RX

Solicitors

The charity has not required the services of a solicitor during the financial year.

Structure, Governance and Management

Harrogate and District NHS Foundation Trust registered its charitable funds under an "Umbrella Charity" arrangement whereby the charities administered are treated as special trusts of the Umbrella Charity. The nature of its governing document is a trust deed (dated 20 October 1995), and the charity is constituted as Trustees incorporated as a body. The Umbrella Charity is liable for registration whilst the individual funds retain their own identity for all other purposes. Subsequent donations and gifts received by the charity that are attributable to the original funds are added to those fund balances within the existing charity.

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of
Harrogate Hospital
for the year ended
31 March 2023 (continued)**

The Corporate Trustee fulfils its legal duty by ensuring that funds are spent in accordance with the objects of each fund, and by designating funds the Trustee respects the wishes of our generous donors to benefit patient care and advance the good health and welfare of patients, carers and staff. Where funds are received which have specific restrictions set by the donor a restricted fund has been established.

The charitable funds available for spending are allocated to Directorates within the NHS Foundation Trust's management structure. Each allocation is managed by use of a designated fund and manager within the general unrestricted fund. Designated fund managers can approve expenditure up to £5,000, expenditure between £5,000 and £150,000 also requires a member of the Charitable Funds Committee to countersign and expenditure above £150,000 must be approved by the Corporate Trustee. In addition all expenditure above £500 is reviewed and ratified retrospectively on a quarterly basis by the Charitable Funds Committee.

Non-Executive Directors on the Board of Directors of the NHS Foundation Trust are appointed by the Board of Governors, Executive Directors of the Board of Directors of the NHS Foundation Trust are subject to appointment by the NHS Foundation Trust Board. The Board of Directors of the NHS Foundation Trust and the Charitable Funds Committee are not individual trustees under Charity Law but act as agents on behalf of the Corporate Trustee.

Directors on the NHS Foundation Trust's Board of Directors undertake induction training when newly appointed, this training includes information in respect of Trustee responsibilities.

Acting for the Corporate Trustee, the Charitable Funds Committee is responsible for the overall management of the Charitable Fund. The Committee is required to:

- Control, manage and monitor the use of the fund's resources.
- Provide support, guidance and encouragement for all its income raising activities whilst managing and monitoring the receipt of all income.
- Ensure that 'best practice' is followed in the conduct of all its affairs fulfilling all of its legal responsibilities.
- Ensure that the Investment Policy approved by the Board of Directors as Corporate Trustee is adhered to and that performance is continually reviewed whilst being aware of ethical considerations.
- Keep the Board of Directors (acting as a Corporate Trustee) fully informed on the activity, performance and risks of the charity.

The accounting records and the day-to-day administration of the funds are dealt with by the Finance Department of Harrogate and District NHS Foundation Trust located at Harrogate District Hospital, Lancaster Park Road, Harrogate, HG2 7UG.

Risk Management

The major risks to which the charity is exposed have been considered, with the most significant risk identified being the possible losses from a fall in value of investments, especially equities. The Charitable Funds Committee has mitigated this risk by not investing one hundred per cent in equities, but rather taking the view that so far as is reasonable the investments should be made to mitigate undue risk to the real value of the capital and income of the portfolio.

Expenditure is closely monitored; no fund manager is able to expend funds, without the request first being checked by the Finance Department, to ensure funds are available.

Income is monitored to check whether the levels of income are as expected, and if not the spending plans are amended accordingly.

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of
Harrogate Hospital
for the year ended
31 March 2023 (continued)**

Partnership Working

Harrogate and District NHS Foundation Trust is the main beneficiary of the charity and is a related party by virtue of being Corporate Trustee of the charity. By working in partnership with the Trust, the charitable funds are used to best effect. When deciding upon the most beneficial way to use charitable funds, the Corporate Trustee has regard to the main activities, objectives, strategies and plans of the Trust.

Harrogate and District NHS Foundation Trust remains indebted to the work of the volunteers of Friends of Harrogate Hospital, who raise thousands of pounds of funds each year for Harrogate District Hospital.

Objectives and Activities

The Umbrella Charity has NHS wide objectives as follows:

"The Trustee shall hold the trust fund upon trust to apply the income, and at their discretion, so far as may be permissible, the capital, for any charitable purpose or purposes relating to the National Health Service" (hereinafter referred to as "the objects").

The Corporate Trustee conducts its activities with regard to the Charity Commission guidance on Public Benefit in section 4 of the Charities Act 2011.

The Corporate Trustee had determined the following strategic aims for the application of income:

- To enhance the environment for staff and patients, in which health services are being provided efficiently.
- To enable staff and carers, caring for patients to benefit from education and facilities not normally available within the NHS resource envelope.
- To donate extra equipment and staffing to the NHS Foundation Trust not normally available within the NHS resource envelope.
- To spend funds in accordance with Charity Commission best practice in support of the NHS Foundation Trust.

During the year, the funds continued to support a wide range of charitable and health related activities benefiting both patients and staff. In general they are used to purchase the very varied additional equipment and services that the NHS is unable to provide. For example charitable funds were used to purchase much needed medical equipment (see page 7).

The ward charitable funds receive many donations specifically given to thank the nursing staff and these are used for charitable activities that will benefit staff. The charitable funds also enable consultants and other medical staff to attend courses, not funded by the NHS, which will update them on the new ideas and modern techniques in their specialities.

The General Fund receives donations and legacies that can be used for any charitable purpose relating to the NHS. This flexibility has been used to fund the Staff Long Service Awards and to support training of staff members.

Reserves Policy

It is the policy of this charity to avoid building up reserves. Health Service bodies, in their capacity as charity trustees, have a duty to apply the income for the purposes for which they were given. Income can only be accumulated when the charity's governing document gives them power to accumulate income. A failure to consider the matter and simply allow the income to accumulate without good reason is a breach of trust. As the charity has no such powers at the present time the policy is to apply funds as and when they become available. Therefore the charity does not have a target reserves figure.

Actual closing reserves have decreased by £297,000 during the year, this is after an unrealised and realised loss of £124,000 on investments and a net outflow of funds of £173,000. The value of the reserves can and will fluctuate over financial year ends.

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of
Harrogate Hospital
for the year ended
31 March 2023 (continued)**

Financial review

The net assets of the Charitable Funds as at 31 March 2023 were £2,238,000 (2022: £2,535,000). Overall net assets decreased by £297,000 (2022: decrease of £349,000) with a realised and unrealised loss on investments of £124,000 (2022: gain of £17,000) plus an excess of expenditure over income £173,000 (2022: excess of income of £332,000).

The charity continues to rely on donations, legacies and investment income as the main sources of income. Total income decreased by £233,000 when compared to the previous financial year, this is mainly due to lower donation and legacy income £630,000 (2022: £945,000) and higher fund raising event income £72,000 (2022: £8,000).

Of the total expenditure of £935,000 (2022: £663,000), charitable expenditure on direct charitable activity was £923,000 (2022: £651,000) across a range of programmes.

Achievements and performance

Purchase of new medical equipment

The total spend on new medical equipment of £278,000 (2022: £177,000) represents a vital and valuable contribution to enhancing the provision of clinical care. Purchases range from small items of equipment at a few hundred pounds each through to a Optical Coherence Tomography kit (OCT) (£67,900), Anterior Platform (£53,020) and Bladder Scanners (£28,336). These purchases are not held as capital by the charity, they are grant expenditure.

Staff Training

Staff training expenditure of £20,000 (2022: £25,000) was used to enable consultants and other medical staff to attend courses, not funded by the NHS, which update them on the new ideas and modern techniques in their specialties.

Staff welfare and amenities

Staff welfare and amenities expenditure of £209,000 (2022: £28,000) was used by the charity to finance staff long service awards and social activities. In addition this funded hardship grant payments to some staff members, staff Christmas meals and providing/improving staff wellbeing areas and facilities.

Patient welfare and amenities

The patient welfare and amenities heading of £166,000 (2022: £174,000) included the purchase of fixtures and fittings, patient information DVD's and leaflets.

Performance management

The charity relies on the Harrogate and District NHS Foundation Trust to identify the appropriateness of funding requests in order to keep transaction costs to a minimum and to simplify the approval process.

Plans for future periods

Harrogate Hospital & Community Charity's (HHCC) mission continues to be going above and beyond the provision of the NHS to improve treatment and facilities for patients and colleagues at Harrogate and District NHS Foundation Trust (HDFT). As HDFT's Community services continue to grow discussions have commenced as to how HHCC can best support our wider geographical area and be the charity of choice to benefit the children, young people and families who access the Trust's services.

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of
Harrogate Hospital
for the year ended
31 March 2023 (continued)**

Plans for future periods (continued)

Income accruing from the investment of Endowment Funds can only be applied for the specific purposes attached to the permanent endowment. The income can be used for purchasing medical equipment or carrying out medical research (excluding transplant or vivisection work).

Such items of medical equipment are included in Harrogate and District NHS Foundation Trust's annual capital programme and subjected to the same tests of value for money and a proper business case, as applies to all other capital expenditure.

Fundraising standards

Harrogate and District NHS Foundation Trust is the beneficiary of the Charity. The Trust employs a fundraising team, the key objectives of the team include establishing and maintaining fundraising procedures, charity branding and a fund raising strategy for the Charity. The overall objectives are to generate sufficient income and capital growth to enable the Charity to carry out these purposes consistently, year on year.

The Charity has a Charity Funds Committee and part of the remit of this committee is to focus on fundraising matters prior to approval by the Corporate Trustee. The committee incorporates members of the fundraising team and members of the Corporate Trustee.

The Charity has policies in place to manage the correct management of charitable funds and activities, including but not limited to supporting individuals in fund raising activities and protecting vulnerable in the course of such activities.

The Charity has not received any complaints during the year.

Review of Investment Portfolio

The investment portfolio of Harrogate and District NHS Trust Foundation is managed in Leeds by RBC Brewin Dolphin on a discretionary basis within the constraints of an Ethical Investment Policy approved by the Corporate Trustee.

It is the practice that the investment advisers attend regular meetings of the Charitable Funds Committee. Detailed written reports are produced on a quarterly basis which value the portfolio and record its respective performance statistics. An integral part of the regular meetings is detailed discussion on the content of the report with particular reference to the performance aspect.

RBC Brewin Dolphin is remunerated by an investment management fee of 0.6% per annum on the first £1million and 0.5% on the balance. The fee is invoiced quarterly on the funds under management at the end of the relevant quarter. VAT is charged in addition, but there are no commission or transaction charges levied.

As at 31 March 2023, the investment portfolio managed by the RBC Brewin Dolphin was valued at £1,685,160 (2022: £1,830,218), excluding income and accrued interest. The portfolio produced an annual estimated gross income of £46,708 (2022: £43,613), which was an equivalent gross yield of 2.77%.

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of
Harrogate Hospital
for the year ended
31 March 2023 (continued)**

Review of Investment Portfolio (continued)

Over the 12-month period to 31 March 2023, markets were dominated by Russia's invasion of Ukraine. This led to greater inflationary pressures due to increased energy costs, and subsequent wage increases which kept inflation higher for longer than initially expected. Central banks were forced to respond with an interest rate hiking cycle which has been the primary force behind market performances. The FTSE All Share showed a positive return of +2.92%, which can be explained by the UK markets greater relative exposure to oil and bank stocks which were beneficiaries of the higher oil price and higher interest rate environment. In contrast, the UK bond class performed poorly, which can be represented by the FTSE Government All Stocks returning -16.27%. Global equities performed relatively worse than the UK market over the 12-month period, with the FTSE World Index returning -0.69%. Over the same period, the portfolio returned -4.52%, which compares to the agreed Risk Level 6 benchmark return of -1.43%.

At year-end, 15.4% of the assets were invested in fixed interest securities. The equity allocation was 69.2%, 20.8% of which was invested in UK equities, while the remaining 48.4% was invested in overseas equities. The majority of UK equity exposure is made up of direct equity holdings whereas the overseas exposure is gained via unit trusts and direct US and European equities. The remaining assets were broken down into 10.5% absolute return funds, 2.3% in infrastructure and 2.6% in cash.

The direct equity portion of the portfolio remains subject to ethical constraints with the shares of companies predominantly involved with tobacco, armaments, pornography and where there is proven poor human rights track record to be excluded.

The structure of the portfolio is in accordance with the Policy Statement which was agreed by the Trustee in November 2014 in accordance with the requirements of the Trustee Act 2000.

Going Concern

The financial statements have been prepared on a going concern basis which the Trustee considers to be appropriate for the following reasons. The business model of the charity is such that its charitable activities are limited to those which it has sufficient funds to support from the excess of funding received over the costs of administering the charity. The charity therefore has no specific commitments and no committed costs beyond its fixed costs of operation which are detailed in note 6.

The Trustee has reviewed the cash flow forecasts for a period of 12 months from the date of approval of these financial statements which indicate that the charity will have sufficient funds to meet its liabilities as they fall due for that period.

A Big Thank You

On behalf of the staff and patients who have benefited from improved services due to donations and legacies, the Corporate Trustee would like to thank all of those who have made charitable donations.

Approved on behalf of the Corporate Trustee.

Chief Executive Officer - Mr Jonathan Coulter  Date: 29th January 2024

Acting Director of Finance - Mr Jordan McKie  Date: 29th January 2024

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of
Harrogate Hospital
for the year ended
31 March 2023 (continued)**

Statement of Trustee's responsibilities in respect of the Trustee's annual report and the financial statements

Under the trust deed of the charity and charity law, the Trustee is responsible for preparing the Trustee's Annual Report and the Accounts in accordance with applicable law and regulations. The trustees have elected to prepare the financial statements in accordance with UK Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*.

The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of the excess of expenditure over income for that period.

In preparing these financial statements, generally accepted accounting practice entails that the trustees:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and the Statement of Recommended Practice have been followed, subject to any material departures disclosed and explained in the accounts;
- state whether the financial statements comply with the trust deed, subject to any material departures disclosed and explained in the financial statements;
- assess the charity's ability as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

The Trustees are required to act in accordance with the trust deed of the charity, within the framework of trust law. They are responsible for keeping proper accounting records, sufficient to disclose at any time, with reasonable accuracy, the financial position of the charity at that time, and to enable the Trustees to ensure that, where any statements of accounts are prepared by them under section 132(1) of the Charities Act 2011, those statements of accounts comply with the requirements of regulations under that provision. They are responsible for such internal control as they determine is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the charity and to prevent and detect fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the financial and other information included on the charity's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

By Order of the Trustee

Signed:

Chief Executive Officer - Mr Jonathan Coulter  Date: 29th January 2024

Acting Director of Finance - Mr Jordan McKie  Date: 29th January 2024

Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital

Independent Auditors' Report to the Corporate Trustee of Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital

Opinion

We have audited the financial statements of the Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital for the year ended 31 March 2023 which comprise the Statement of Financial Activities, the Statement of Financial Position, Statement of Cashflows and notes to the financial statements, including 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 charity's affairs as at 31 March 2023 and of 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 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 charity 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 trustee's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the 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 annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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 this gives rise to 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.

Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital

Independent Auditors' Report to the Corporate Trustee of Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital (cont)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- the charity has not kept sufficient accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustee's Responsibilities Statement set out on page 10, the trustee is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustee determines 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 trustee is responsible for assessing the charity'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 charity or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditors under the Charities Act 2011 and report in accordance with regulations made under that Act.

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud are detailed below.

Identifying and assessing risks related to irregularities:

We assessed the susceptibility of the charity's financial statements to material misstatement and how fraud might occur, including through discussions with the trustee, discussions within our audit team planning meeting, updating our record of internal controls and ensuring these controls operated as intended. We evaluated possible incentives and opportunities for fraudulent manipulation of the financial statements. We identified laws and regulations that are of significance in the context of the charity by discussions with the trustee and updating our understanding of the sector in which the charity operates.

Laws and regulations of direct significance in the context of the charity include the Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 and guidance issued by the Charity Commission for England and Wales.

Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital

Independent Auditors' Report to the Corporate Trustee of Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital (cont)

Audit response to risks identified:

We considered the extent of compliance with these laws and regulations as part of our audit procedures on the related financial statement items including a review of financial statement disclosures. We reviewed the charity's records of breaches of laws and regulations, minutes of meetings and correspondence with relevant authorities to identify potential material misstatements arising. We discussed the charity's policies and procedures for compliance with laws and regulations with members of management responsible for compliance.

During the planning meeting with the audit team, the engagement partner drew attention to the key areas which might involve non-compliance with laws and regulations or fraud. We enquired of management whether they were aware of any instances of non-compliance with laws and regulations or knowledge of any actual, suspected or alleged fraud. We addressed the risk of fraud through management override of controls by testing the appropriateness of journal entries and identifying any significant transactions that were unusual or outside the normal course of business. We assessed whether judgements made in making accounting estimates gave rise to a possible indication of management bias. At the completion stage of the audit, the engagement partner's review included ensuring that the team had approached their work with appropriate professional scepticism and thus the capacity to identify non-compliance with laws and regulations and fraud.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

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 charity's trustee, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the trustee 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 charity and the trustees as a body, for our audit work, for this report, or for the opinions we have formed.

DocuSigned by:

4F568C43DB3B438...

Saffery LLP
Chartered Accountants
Mitre House
North Park Road
Harrogate
HG1 5RX

30 January 2024

Statutory Auditors

Date:

Saffery LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of Harrogate
Hospital
Statement of Financial Activities
for the year ended 31 March 2023**

		Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds 2023 £000	Total Funds 2022 £000
	Note	£000	£000	£000		
Income:						
Donations and legacies	3	630	-	-	630	945
<i>Income from Charitable activities:</i>						
Fund raising events	4	72	-	-	72	8
Income from Investments	5	18	42	-	60	42
Total income and endowments		720	42	-	762	995
Expenditure:						
<i>Costs of raising funds:</i>						
Investment management costs		12	-	-	12	12
Charitable Activities	7	923	-	-	923	651
Total expenditure		935	-	-	935	663
Net income and expenditure before investment gains/(losses)		(215)	42	-	(173)	332
Net gains/(losses) on investments	10	(37)	-	(87)	(124)	17
Gross Transfer Between Funds	13	35	(35)	-	-	-
Net Movement of Funds		(217)	7	(87)	(297)	349
Reconciliation of Funds						
Total Funds brought forward	13	710	72	1,753	2,535	2,186
Total Funds carried forward	13	493	79	1,666	2,238	2,535

The statement of financial activities includes all recognised gains and losses in the year and all relates to continuing operations.

A full comparative statement of financial activities is shown at note 17.

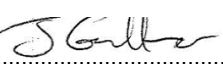
The notes on pages 17 to 28 form part of these accounts

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of Harrogate
Hospital
Statement of Financial Position
As at 31 March 2023**

	Note	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total Funds 2023 £000	Total Funds 2022 £000
Fixed assets:						
Investments	10	19	-	1,666	1,685	1,830
		<u>19</u>	<u>-</u>	<u>1,666</u>	<u>1,685</u>	<u>1,830</u>
Current assets:						
Debtors	11	29	5	-	34	20
Cash at bank and in hand	11	492	74	-	566	715
		<u>521</u>	<u>79</u>	<u>-</u>	<u>600</u>	<u>735</u>
Liabilities:						
Creditors falling due within one year	12	(47)	-	-	(47)	(30)
Net current assets		<u>474</u>	<u>79</u>	<u>-</u>	<u>553</u>	<u>705</u>
Total assets less current liabilities		493	79	1,666	2,238	2,535
Net assets		<u>493</u>	<u>79</u>	<u>1,666</u>	<u>2,238</u>	<u>2,535</u>
The funds of the charity:						
Endowment funds		-	-	1,666	1,666	1,753
Restricted income funds		-	79	-	79	72
Unrestricted income funds		493	-	-	493	710
Total charity funds	13	<u>493</u>	<u>79</u>	<u>1,666</u>	<u>2,238</u>	<u>2,535</u>

The notes on pages 17 to 28 form part of these accounts

The financial statements were approved by the Board and signed on their behalf by:

Chief Executive Officer - Mr Jonathan Coulter.....  Date: 29th January 2024

Acting Director of Finance - Mr Jordan McKie  Date: 29th January 2024

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of Harrogate
Hospital
Statement of Cash Flows
For the Year Ended 31 March 2023**

	Note	2023 £000	2022 £000
Cash flows from operating activities			
Net income/(expenditure) for the year (as per the Statement of Financial Activities)		<u>(297)</u>	<u>349</u>
		(297)	349
Non-cash income and expense			
(Increase) in receivables	11	(14)	(3)
Increase/(Decrease) in payables	12	17	(7)
Increase/(Decrease) in Gains on Investment Revaluations	10	123	9
NET CASH GENERATED FROM OPERATIONS		<u>(171)</u>	<u>348</u>
Cash flows from investing activities			
Investment Additions	10	(156)	(408)
Proceeds from Sale of investments	10	177	410
Realised Gain/(Loses) on Sale of investments	10	1	(26)
Net cash used in investing activities		<u>22</u>	<u>(24)</u>
Cash flows from financing activities		-	-
Net cash generated/(used) in financing activities		<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents		<u>(149)</u>	<u>324</u>
Cash and cash equivalents at 1 April 2022		715	391
Cash and cash equivalents at 31 March 2023		<u>566</u>	<u>715</u>

There was no debt at the end of the year.

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Accounts

1. Accounting Policies

(a) Basis of preparation

The accounts have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2019.

The financial statements have been prepared on a going concern basis which the Trustees consider to be appropriate for the following reasons. The business model of the charity is such that its charitable activities are limited to those which it has sufficient funds to support from the excess of funding received over the costs of administering the charity. The charity therefore has no specific commitments and no committed costs beyond its fixed costs of operation which are detailed in note 6.

The Trustees have reviewed the cash flow forecasts for a period of 12 months from the date of approval of these financial statements which indicate that the charity will have sufficient funds to meet its liabilities as they fall due for that period. The Trustees have also considered the implications of COVID-19 on these cash flow forecasts and consider that as a result of its operating model explained above, even if no further funding is received in the 12 month period, the charity has sufficient cash reserves to pay all committed costs. Consequently, the Trustees are confident that the charity will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements.

(b) Funds structure

Unrestricted income funds comprise those funds which the Trustee is free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds, where the donor has made known their non binding wishes or where the Trustee, at its discretion, has created a fund for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor.

The charity has one permanent endowment fund. The income of the Elsie Sykes Endowment Fund can be used for medical equipment or medical research (excluding transplant or vivisection work).

The major funds held in each of these categories are disclosed in note 13.

(c) Incoming resources

All incoming resources, including investment and fundraising activities, are recognised once the charity has entitlement to the resources, it is probable that the resources will be received and the monetary value of incoming resources can be measured with sufficient reliability.

(d) Incoming resources from legacies

Legacies are accounted for as incoming resources either upon receipt or where the receipt of the legacy is virtually certain; this will be once confirmation has been received from the representatives of the estate(s) that payment of the legacy will be made or property transferred and once all conditions attached to the legacy have been fulfilled.

(e) Resources expended

Expenditure is recognised when a liability is incurred and can be measured reliably.

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Accounts (continued)

1. Accounting Policies (continued)

(f) Irrecoverable VAT and Taxation

Irrecoverable VAT is charged against the category of resources expended for which it was incurred. Harrogate and District NHS Foundation Trust Charitable Fund is considered to pass the tests set out in paragraph 1 schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable trust for UK income tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Part 10 Income Tax Act 2007 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.

(g) Charitable activities

Costs of charitable activities comprise all costs incurred in the pursuit of the charitable objects of the charity. These costs comprise direct costs and an apportionment of overhead costs.

(h) Governance and support costs

Other resources expended comprise all costs incurred in the running of the charity. These costs include costs related to statutory audit together with recharge of staff salaries.

(i) Fixed asset investments

Investments are stated at market value as at the balance sheet date. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The investments are included in the balance sheet at the closing dealing price at 31 March 2023.

(j) Unrealised / realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sale proceeds and market value at the start of the year (purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and market value at the start of the year (or purchase date if later).

(k) Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

(l) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity held for working capital.

(m) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid. Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. The impairment loss is recognised in the income and expenditure account.

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Accounts (continued)

(n) Creditors, loans and provisions

Creditors, loans and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors, loans and provisions are normally recognised at their settlement amount after allowing for any trade discounts due. Financial liabilities are derecognised when, and only when, the charity's obligations are discharged, cancelled or they expire. Amounts recognised as provisions are best estimates of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation.

(o) Critical accounting estimates and judgements

In the application of the charity's accounting policies, the Trustee is required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are outlined below.

Critical judgement - Legacies

Legacies are recognised as income when probate has been granted, the charity has established its entitlement to the funds and where sufficient information is available to allow it to measure its entitlement with sufficient accuracy. Judgement can be exercised over entitlement and/or measurement.

2. Related party transactions

Harrogate and District NHS Foundation Trust is the beneficiary of the charity. The charity has provided funding to the Foundation Trust for approved expenditure amounting to £673,000 (2022: £499,000). As outlined in notes 11 and 12, the charity was owed £27,000 from the Foundation Trust (2022: £14,000) and owed £34,000 to the Foundation Trust (2022: £17,000).

During the year none of the members of the Board of Directors or senior NHS Foundation Trust staff or parties related to them were beneficiaries of the charity.

No member of the Board of Directors has received honoraria, emoluments or expenses in the year in respect their service to the charity. The Trustee has not purchased trustee indemnity insurance.

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Accounts (continued)

3. Analysis of donations and legacies

	Unrestricted Funds £000	Restricted Funds £000	Total 2023 £000	Total 2022 £000
Donations	248	-	248	582
Gifts in Kind	98	-	98	74
Legacies	284	-	284	289
	630	-	630	945

In relation to the prior year, there were no donations or legacies to Restricted Funds.

Expenditure relating to Gifts in Kind can be found in note 7 as part of Staff Welfare and Amenities expenditure.

4. Analysis of income from fundraising events

	Unrestricted Funds £000	Restricted Funds £000	Total 2023 £000	Total 2022 £000
Other	72	-	72	8
	72	-	72	8

In relation to the prior year, there was no fundraising event income included in Restricted Funds.

5. Income from investments

	Unrestricted Funds £000	Restricted Funds £000	Total 2023 £000	Total 2022 £000
Quoted investments (fixed asset investments)	18	42	60	42
	18	42	60	42

In relation to the prior year, 33k of investment income was included in Restricted Funds.

6. Allocation of Governance Costs

During the financial year ending 31 March 2023 governance costs were charged to the General Fund (unrestricted).

Apportionment of Governance Costs

	Unrestricted Funds £000	Restricted Funds £000	Total 2023 £000
Staff Costs (see note 8)	140	-	140
Audit Fees (see note 9)	10	-	10
Other	2	-	2
Total	152	-	152

Prior Year

	Unrestricted Funds £000	Restricted Funds £000	Total 2022 £000
Staff Costs (see note 8)	140	-	140
Audit Fees (see note 9)	10	-	10
Other	2	-	2
Total	152	-	152

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Accounts (continued)

7. Analysis of charitable expenditure

The charity made funds available to Harrogate and District NHS Foundation Trust in support of a range of charitable activities.

	2023 £000	2022 £000
Medical Equipment	278	177
Staff Training	20	25
Computer Equipment	-	21
Staff Welfare and Amenities	209	28
Patient Welfare and Amenities	166	174
Governance costs (see note 6)	152	152
Gifts in Kind	98	74
	923	651

All expenditure in relation to charitable activities in the current and prior year was unrestricted.

8. Analysis of staff costs

There are no staff directly employed by the Charity. Recharges are made for Harrogate and District NHS Foundation Trust staff time. The recharge for the year ended 31 March 2023 was £140,000 (2022: £140,000). No staff had emoluments in excess of £60,000.

9. Auditor's remuneration

The auditors remuneration for the audit of the financial statements for the financial year ended 31 March 2023 is estimated at £10,000 (2022: £10,000) based on the cost included within the financial statements from the previous financial year.

10. Fixed asset investments

Movement in fixed asset investments	2023 £000	2022 £000
Market value brought forward	1,830	1815
Additions at cost	156	408
Disposals at carrying value	(177)	(410)
Realised Gain/(Losses) on disposals	(1)	26
Net (Losses) on revaluation	(123)	(9)
Market value as at 31 March 2023	1,685	1,830

Fixed asset investments:

Common investment funds	2023 Portfolio Percentage (%)	2022 Portfolio Percentage (%)	2023 £000	2022 £000
Fixed Interest Investments	15.79	13.80	266	252
UK Investments	34.54	37.10	582	679
Overseas Investments	49.67	49.10	837	899
	100.00	100.00	1,685	1,830

There are no direct investments held outside of the UK by the charity.

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Accounts (continued)

11. Current assets

	2023 £000	2022 £000
Debtors: amounts falling due within one year		
Accrued income (see below)	7	6
Other debtors (see below)	27	14
	<u>34</u>	<u>20</u>

Accrued income comprises of £7,000 dividends declared before 31 March 2023 (2022: £6,000) but not due to be paid until after the year end which will be received in the year ending 31 March 2024. Other debtors wholly represent any sums owed to the charity by a related party, Harrogate and District NHS Foundation Trust, at the year end for income collected by the Trust on behalf of the charity.

Analysis of cash and deposits	2023 £000	2022 £000
Government Banking Service	527	697
Investment Fund Manager	39	18
	<u>566</u>	<u>715</u>

12. Current liabilities

	2023 £000	2022 £000
Creditors: amounts falling due within one year		
Other Creditors (see below)	34	17
Accruals	13	13
	<u>47</u>	<u>30</u>

Other creditors represent sums owed at the year end by the charity to a related party, Harrogate and District NHS Foundation Trust, for costs incurred by the Trust on behalf of the charity in the furtherance of the charity's objects.

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Accounts (continued)

13. Analysis of Funds

	Balance at 1 April 2022	Incoming Resources	Resources expended	Transfer between Funds	Investment gain/(losses)	Balance at 31 March 2023
	£000	£000	£000	£000	£000	£000
Endowment Funds						
Elsie Sykes Endowment	1,753	-	-	-	(87)	1,666
	<u>1,753</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(87)</u>	<u>1,666</u>
Restricted Funds						
Scanner Appeal	83	-	-	-	-	83
Other	(11)	42	-	(35)	-	(4)
	<u>72</u>	<u>42</u>	<u>-</u>	<u>(35)</u>	<u>-</u>	<u>79</u>
Material Unrestricted and Designated Funds						
Rheumatology RA- Team	24	-	-	-	-	24
Breast Care Services	26	-	-	-	-	26
Breast Unit	100	-	-	-	-	100
Ferndale Ward Midwifery	28	-	-	-	-	28
Adult Community Services	82	1	(37)	-	-	46
Covid 19 Urgent appeal	32	-	(10)	-	-	22
Sir Robert Ogden Macmillan Centre	163	47	(122)	-	-	88
General Fund	(524)	296	(404)	35	(37)	(634)
Friends General Fund	67	38	(23)	-	-	82
Crem Fees	21	-	-	-	-	21
Staff Car Parking	119	68	(101)	-	-	86
NHS S3 Grant	52	-	(24)	-	-	28
Capital	50	50	-	-	-	100
Linden Trust	21	-	-	-	-	21
Special Care Baby Unit (Patients)	13	17	-	-	-	30
Other	436	203	(214)	-	-	425
	<u>710</u>	<u>720</u>	<u>(935)</u>	<u>35</u>	<u>(37)</u>	<u>493</u>

The £35,000 transfer between funds relates to a correction of prior year expenditure allocations.

The Trustee set an opening or closing balance of £20,000 or above as the threshold for reporting these funds.

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Accounts (continued)

13. Analysis of Funds - Prior Year

	Balance at 1 April 2022	Incoming Resources	Resources expended	Transfer between Funds	Investment gain/(losses)	Balance at 31 March 2023
	£000	£000	£000	£000	£000	£000
Endowment Funds						
Elsie Sykes Endowment	1,739	-	-	-	14	1,753
	<u>1,739</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14</u>	<u>1,753</u>
Restricted Funds						
Scanner Appeal	83	-	-	-	-	83
Other	(34)	33	-	(10)	-	(11)
	<u>49</u>	<u>33</u>	<u>-</u>	<u>(10)</u>	<u>-</u>	<u>72</u>
Material Unrestricted and Designated Funds						
Rheumatology RA- Team	23	-	-	-	-	23
Breast Care Services	26	-	-	-	-	26
Breast Unit	-	100	-	-	-	100
Ferndale Ward Midwifery	29	-	(1)	-	-	28
Adult Community Services	74	13	(5)	-	-	82
Covid 19 Urgent appeal	93	1	(62)	-	-	32
Sir Robert Ogden Macmillan Centre	44	187	(67)	-	-	164
General Fund	(615)	299	(208)	-	-	(524)
Friends General Fund	66	17	(16)	-	-	67
Crem Fees	23	-	(2)	-	-	21
Staff Car Parking	19	100	-	-	-	119
NHS S3 Grant	-	94	(20)	-	-	74
Capital	139	-	(111)	-	-	28
Linden Trust	20	-	-	-	-	20
Other	457	151	(161)	-	3	450
	<u>398</u>	<u>962</u>	<u>(653)</u>	<u>-</u>	<u>3</u>	<u>710</u>

The Trustee set an opening or closing balance of £20,000 or above as the threshold for reporting these funds.

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Accounts (continued)

14. Description of Funds

Name of Fund	Description, nature and purposes of the fund
The Elsie Sykes Endowment Trust	This endowment was a gift from Elsie Sykes in 1978. The Trustee may spend the income receivable from the capital in order to fund medical equipment or medical research (excluding transplant or vivisection work).
Scanner Appeal	This fund is for the specific purchase of a Scanner by the Harrogate and District NHS Foundation Trust.
Rheumatology RA-Team	This fund has the designated objective to be used by the Rheumatology RA Team for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Breast Care Services	This fund has the designated objective to be used by the Breast Care Services for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Breast Unit	This fund has the designated objective to be used by the Breast Care Services for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Ferndale Ward Midwifery	This fund has the designated objective to be used by the Ferndale Ward Midwifery for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Adult Community Services	This fund has the designated objective to be used by the Adult Community Services Teams for any charitable purpose relating to the NHS.
Covid 19 Urgent Appeal	This fund has general objects for any charitable purpose relating to the NHS.
Sir Robert Ogden Macmillan Centre	This fund has the designated objective to be used by the Sir Robert Ogden Macmillan Centre for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
General Fund	This fund has general objects for any charitable purpose relating to the NHS.
Friends General Fund	This fund has general objects for any charitable purpose relating to the NHS.
Crem Fees	This fund has general objects for any charitable purpose relating to the NHS.
Staff Car Parking	This fund has general objects for any charitable purpose relating to the NHS.
NHS S3 Grant	This fund has general objects for any charitable purpose relating to the NHS.
Capital	This fund has general objects for any charitable purpose relating to the NHS.
Linden Trust	This is an award received by the charity in May 2018, to be used towards something strategic and has yet to be allocated to a project.
Special Care Baby Unit (Patients)	This fund has general objects for any charitable purpose relating to the NHS.

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Accounts (continued)

15. Parent organisation

These financial statements are consolidated within the Harrogate and District NHS Foundation Trust Consolidated Financial Statements.

16. Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the trustee has considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 if the restatement of comparative items were required. No restatements were required.

Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital

**17. Statement of Financial Activities - Prior Year
for the year ended 31 March 2022**

		Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds 2022	Total Funds 2021
		£000	£000	£000	£000	£000
	Note					
Income:						
Donations and legacies	3	945	-	-	945	910
<i>Income from Charitable activities:</i>						
Fund raising events	4	8	-	-	8	11
Income from Investments	5	9	33	-	42	46
Total income and endowments		962	33	-	995	967
Expenditure:						
<i>Costs of raising funds:</i>						
Investment management costs		2	10	-	12	11
Charitable Activities	7	651	-	-	651	764
Total expenditure		653	10	-	663	775
Gross Transfer Between Funds		-	-	-	-	-
Net income and expenditure before investment gains/(losses)		309	23	-	332	192
Net gains on investments		3	-	14	17	346
Net Movement of Funds		312	23	14	349	538
Reconciliation of Funds						
Total Funds brought forward	13	398	49	1,739	2,186	1,648
Total Funds carried forward	13	710	72	1,753	2,535	2,186

Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital
18. Statement of Financial Position - Prior Year
As at 31st March 2022

	Note	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total Funds 2022 £000	Total Funds 2021 £000
Fixed assets:						
Investments	10	77	-	1,753	1,830	1,815
		<u>77</u>	<u>-</u>	<u>1,753</u>	<u>1,830</u>	<u>1,815</u>
Current assets:						
Debtors	11	20	-	-	20	17
Cash at bank and in hand	11	643	72	-	715	391
		<u>663</u>	<u>72</u>	<u>-</u>	<u>735</u>	<u>408</u>
Liabilities:						
Creditors falling due within one year	12	(30)	-	-	(30)	(37)
		<u>633</u>	<u>72</u>	<u>-</u>	<u>705</u>	<u>371</u>
Net current assets						
		<u>633</u>	<u>72</u>	<u>-</u>	<u>705</u>	<u>371</u>
Total assets less current liabilities		710	72	1,753	2,535	2,186
Net assets		<u>710</u>	<u>72</u>	<u>1,753</u>	<u>2,535</u>	<u>2,186</u>
The funds of the charity:	13					
Endowment funds		-	-	1,753	1,753	1,739
Restricted income funds		-	72	-	72	49
Unrestricted income funds		710	-	-	710	398
Total charity funds		<u>710</u>	<u>72</u>	<u>1,753</u>	<u>2,535</u>	<u>2,186</u>

Accounts

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of
Harrogate Hospital
for the year ended
31 March 2022**

Contents

Foreword	3
Reference and Administration Details	3
Trustee Arrangements	3
Principal Office	4
Principal Professional Advisors	4
Structure, Governance and Management	4
Risk Management	5
Partnership Working	6
Objectives and Activities	6
Reserves Policy	6
Financial Review	7
Achievements and Performance	7
Plans for Future Periods	7
Review of Investment Portfolio	8
Statement of Trustee's Responsibilities in respect of the Trustee's Annual Report and Financial Statements	10
External Auditor's Report	11-14
Statement of Financial Activities	15-16
Statement of Financial Position	17-18
Statement of Cash Flows	19
Notes to the Accounts	20-27

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital
for the year ended
31 March 2022**

Foreword

The Corporate Trustee present their Annual Report together with the Audited Accounts of the Charity for the year ended 31 March 2022.

The Charity's annual report and accounts for the year ended 31 March 2022 have been prepared by the Corporate Trustee in accordance with the Charities Act 2011 and the Charities (Accounts & Reports) Regulations 2008. The Charity's report and accounts include all the separately established funds for which the Harrogate and District NHS Foundation Trust is the beneficiary.

Reference and Administrative Details

The main charity Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital, registered Charity Number 1050008, was entered on the Central Register of Charities on 20 October 1995. The charity is constituted of 180 individual funds as at 31 March 2022 (189 funds as at 31 March 2021) and the notes to the accounts distinguish the types of fund held and disclose separately all material funds.

Charitable funds received by the charity are accepted and held and administered as funds held on trust for purposes relating to the National Health Service in accordance with the National Health Service Act 1977 and the National Health Service and Community Care Act 1990 and these funds are held on trust by the Corporate Trustee.

Trustee Arrangements

Harrogate and District NHS Foundation Trust is the Corporate Trustee of the Charitable Funds governed by the law applicable to Trusts, principally the Trustee Act 2000 and the Charities Act 2011.

The NHS Foundation Trust's Board of Directors devolved responsibility for the on-going management of funds to the Charitable Funds Committee which administers the funds on behalf of the Corporate Trustee. The Committee meets quarterly unless items of an important nature intervene. The Committee members consider the strategy and financial management of the funds, discuss major policy issues and consider reports. The minutes of the Committee meetings are reported to the Board of Directors, acting as a Corporate Trustee.

Harrogate and District NHS Foundation Trust is the sole corporate trustee of the Charity. The Directors of the NHS Foundation Trust Board of Directors who served during the financial year were as follows:

Name	Position
Mrs A Schofield	Chairman
Mr S Russell	Chief Executive (seconded to NHS England from 28/02/2022)
Mr J Coulter	Finance Director / Deputy Chief Executive to 27/02/2022, Acting Chief Executive (commenced 28/02/2022), Chief Executive (commenced 11/05/2023)
Mrs J Foster	Chief Nurse (Left 31/03/2021)
Mrs E Nunez	Chief Nurse (commenced 01/11/2021)
Dr J Andrews	Medical Director
Mr J McKie	Acting Director of Finance (commenced 28/02/2022), Director of Finance (commenced 19/07/2023)
Mr M Graham	Director of Strategy
Dr M Shepherd	Acting Chief Operating Officer (01/03/2021 - 30/04/2021)
Mr R Nightingale	Chief Operating Officer (commenced 05/04/2021)
Mrs A Wilkinson	Director of Workforce and Organisational Development
Mr R Stiff	Non-Executive Director
Mr A Papworth	Non-Executive Director
Mrs M Taylor	Non-Executive Director
Mrs S Armstrong	Non-Executive Director
Ms L Robson	Non-Executive Director
Mr J Cross	Non-Executive Director
Mr W Sampson (OBE)	Non-Executive Director

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of
Harrogate Hospital
for the year ended
31 March 2022 (continued)**

The names of those people who served as agents for the Corporate Trustee (as members of the Charitable Funds Committee), as permitted under regulation 19 of the NHS Trusts (Membership and Procedures) Regulations 1990 were as follows:

Mrs A Schofield	Chairman
Mr J Coulter	Chief Executive
Mr M Graham	Director of Strategy
Mr R Nightingale	Chief Operating Officer
Mr J McKie	Director of Finance
Ms L Robson	Non-Executive Director
Mrs S Armstrong	Non-Executive Director
Mr J Cross	Non-Executive Director

Representatives from the Trust's investment fund managers, Brewin Dolphin, also attend Charitable Funds Committee meetings on a six-monthly basis.

Principal Office

The Principal Office for the Charity is:

Finance Department

Trust HQ

Harrogate and District NHS Foundation Trust

Harrogate District Hospital

Lancaster Park Road

Harrogate

HG2 7UG

Principal Professional Advisers:

Bankers

Government Banking Service

Premier Place

2 1/2 Devonshire Square

London

EC2M 4BA

Investment Fund Managers

Brewin Dolphin Limited

10 Wellington Place

Leeds

LS1 4AN

Auditors

Saffery LLP

Mitre House

North Park Road

Harrogate

North Yorkshire

HG1 5RX

Solicitors

The charity has not required the services of a solicitor during the financial year.

Structure, Governance and Management

Harrogate and District NHS Foundation Trust registered its charitable funds under an "Umbrella Charity" arrangement whereby the charities administered are treated as special trusts of the Umbrella Charity. The nature of its governing document is a trust deed (dated 20 October 1995), and the charity is constituted as Trustees incorporated as a body. The Umbrella Charity is liable for registration whilst the individual funds retain their own identity for all other purposes. Subsequent donations and gifts received by the charity that are attributable to the original funds are added to those fund balances within the existing charity.

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of
Harrogate Hospital
for the year ended
31 March 2022 (continued)**

The Corporate Trustee fulfils its legal duty by ensuring that funds are spent in accordance with the objects of each fund, and by designating funds the Trustee respects the wishes of our generous donors to benefit patient care and advance the good health and welfare of patients, carers and staff. Where funds are received which have specific restrictions set by the donor a restricted fund has been established.

The charitable funds available for spending are allocated to Directorates within the NHS Foundation Trust's management structure. Each allocation is managed by use of a designated fund and manager within the general unrestricted fund. Designated fund managers can approve expenditure up to £5,000, expenditure between £5,000 and £150,000 also requires a member of the Charitable Funds Committee to countersign and expenditure above £150,000 must be approved by the Board of Directors of the Harrogate and District NHS Foundation Trust. In addition all expenditure above £500 is reviewed and ratified retrospectively on a quarterly basis by the Charitable Funds Committee.

Non-Executive Directors on the Board of Directors of the NHS Foundation Trust are appointed by the Board of Governors, Executive Directors of the Board of Directors of the NHS Foundation Trust are subject to appointment by the NHS Foundation Trust Board. The Board of Directors of the NHS Foundation Trust and the Charitable Funds Committee are not individual trustees under Charity Law but act as agents on behalf of the Corporate Trustee.

Directors on the NHS Foundation Trust's Board of Directors undertake induction training when newly appointed, this training includes information in respect of Trustee responsibilities.

Acting for the Corporate Trustee, the Charitable Funds Committee is responsible for the overall management of the Charitable Fund. The Committee is required to:

- Control, manage and monitor the use of the fund's resources.
- Provide support, guidance and encouragement for all its income raising activities whilst managing and monitoring the receipt of all income.
- Ensure that 'best practice' is followed in the conduct of all its affairs fulfilling all of its legal responsibilities.
- Ensure that the Investment Policy approved by the Board of Directors as Corporate Trustee is adhered to and that performance is continually reviewed whilst being aware of ethical considerations.
- Keep the Board of Directors (acting as a Corporate Trustee) fully informed on the activity, performance and risks of the charity.

The accounting records and the day-to-day administration of the funds are dealt with by the Finance Department of Harrogate and District NHS Foundation Trust located at Harrogate District Hospital, Lancaster Park Road, Harrogate, HG2 7UG.

Risk Management

The major risks to which the charity is exposed have been considered, with the most significant risk identified being the possible losses from a fall in value of investments, especially equities. The Charitable Funds Committee has mitigated this risk by not investing one hundred per cent in equities, but rather taking the view that so far as is reasonable the investments should be made to mitigate undue risk to the real value of the capital and income of the portfolio.

Expenditure is closely monitored; no fund manager is able to expend funds, without the request first being checked by the Finance Department, to ensure funds are available.

Income is monitored to check whether the levels of income are as expected, and if not the spending plans are amended accordingly.

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of
Harrogate Hospital
for the year ended
31 March 2022 (continued)**

Partnership Working

Harrogate and District NHS Foundation Trust is the main beneficiary of the charity and is a related party by virtue of being Corporate Trustee of the charity. By working in partnership with the Trust, the charitable funds are used to best effect. When deciding upon the most beneficial way to use charitable funds, the Corporate Trustee has regard to the main activities, objectives, strategies and plans of the Trust.

Harrogate and District NHS Foundation Trust remains indebted to the work of the volunteers of Friends of Harrogate Hospital, who raise thousands of pounds of funds each year for Harrogate District Hospital. These funds form part of the Charitable fund position overall, and are included within these accounts.

Objectives and Activities

The Umbrella Charity has NHS wide objectives as follows:

"The Trustee shall hold the trust fund upon trust to apply the income, and at their discretion, so far as may be permissible, the capital, for any charitable purpose or purposes relating to the National Health Service" (hereinafter referred to as "the objects").

The Corporate Trustee conducts its activities with regard to the Charity Commission guidance on Public Benefit in section 4 of the Charities Act 2011.

The Corporate Trustee had determined the following strategic aims for the application of income:

- To enhance the environment for staff and patients, in which health services are being provided efficiently.
- To enable staff and carers, caring for patients to benefit from education and facilities not normally available within the NHS resource envelope.
- To donate extra equipment and staffing to the NHS Foundation Trust not normally available within the NHS resource envelope.
- To spend funds in accordance with Charity Commission best practice in support of the NHS Foundation Trust.

During the year, the funds continued to support a wide range of charitable and health related activities benefiting both patients and staff. In general they are used to purchase the very varied additional equipment and services that the NHS is unable to provide. For example charitable funds were used to purchase much needed medical equipment (see page 7).

The ward charitable funds receive many donations specifically given to thank the nursing staff and these are used for charitable activities that will benefit staff. The charitable funds also enable consultants and other medical staff to attend courses, not funded by the NHS, which will update them on the new ideas and modern techniques in their specialties.

The General Fund receives donations and legacies that can be used for any charitable purpose relating to the NHS. This flexibility has been used to fund the Staff Long Service Awards and to support training of staff members.

Reserves Policy

It is the policy of this charity to avoid building up reserves. Health Service bodies, in their capacity as charity trustees, have a duty to apply the income for the purposes for which they were given. Income can only be accumulated when the charity's governing document gives them power to accumulate income. A failure to consider the matter and simply allow the income to accumulate without good reason is a breach of trust. As the charity has no such powers at the present time the policy is to apply funds as and when they become available. Therefore the charity does not have a target reserves figure.

Actual closing reserves have increased by £349,000 during the year, this is after an unrealised and realised Gain of £17,000 on investments and a net inflow of funds of £332,000. The value of the reserves can and will fluctuate over financial year ends.

Within the Charity the general fund has a material deficit of £524k as a result of running costs of the Charity historically charged to the general fund.

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of
Harrogate Hospital
for the year ended
31 March 2022 (continued)**

Financial review

The net assets of the Charitable Funds as at 31 March 2022 were £2,535,000 (2021: £2,186,000). Overall net assets increased by £349,000 with a realised and unrealised gain on investments of £17,000 plus an excess of income over expenditure £332,000.

The charity continues to rely on donations and legacies as the main sources of income. Total incoming resources from donations and legacies decreased by £37,000 when compared to the previous financial year.

Of the total expenditure of £663,000 (2021: £775,000), charitable expenditure on direct charitable activity was £651,000 (2021: £764,000) across a range of programmes.

Achievements and performance

Purchase of new equipment

The total spend on new equipment of £177,000 (2021: £145,000) represents a vital and valuable contribution to enhancing the provision of clinical care. Purchases range from small items of equipment at a few hundred pounds each through to Playground Refurbishment (£41,566), Cardiovascular Ultrasound Equipment (£88,078), and equipment used to stabilise head injuries as a result of trauma (£6,002).

Staff Training

Staff training expenditure of £25,000 (2021: £22,000) was used to enable consultants and other medical staff to attend courses, not funded by the NHS, which update them on the new ideas and modern techniques in their specialties. This was impacted by Covid 19 restriction this financial year.

Staff welfare and amenities

Staff welfare and amenities expenditure of £102,000 (2021: £239,000) was used by the charity to finance staff long service awards and social activities. The staff shop was opened in 2020/21 with donations mainly from Supermarkets and Local business donating food items for Staff due to the Pandemic shortages extra.

Patient welfare and amenities

The patient welfare and amenities expenditure of £174,000 (2021: £194,000) included the purchase of fixtures and fittings and patient information leaflets. This is expenditure which flows through the appropriate designated funds.

Charitable Expenditure Policy

The charity relies on the Harrogate and District NHS Foundation Trust to identify the appropriateness of funding requests in order to keep transaction costs to a minimum and to simplify the approval process.

Plans for future periods

The reconfiguration of services and the plans for redesigning patient care to meet the needs of the future will influence the priorities for spending charitable funds.

Income accruing from the investment of Endowment Funds can only be applied for the specific purposes attached to the permanent endowment. The income can be used for purchasing medical equipment or carrying out medical research (excluding transplant or vivisection work).

Such items of medical equipment are included in Harrogate and District NHS Foundation Trust's annual capital programme and subjected to the same tests of value for money and a proper business case, as applies to all other capital expenditure.

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of
Harrogate Hospital
for the year ended
31 March 2022 (continued)**

Fundraising standards

Harrogate and District NHS Foundation Trust is the beneficiary of the Charity. The Trust employs a fundraising team, the key objectives of the team include establishing and maintaining fundraising procedures, charity branding and a fund raising strategy for the Charity. The overall objectives are to generate sufficient income and capital growth to enable the Charity to carry out these purposes consistently, year on year.

The Charity has a Charity Funds Committee and part of the remit of this committee is to focus on fundraising matters prior to approval by the Corporate Trustee. The committee incorporates members of the fundraising team and members of the Corporate Trustee.

The Charity has policies in place to manage the correct management of charitable funds and activities, including but not limited to supporting individuals in fund raising activities and protecting vulnerable in the course of such activities.

The Charity is regulated by the fundraising regulator. The Charity has not received any complaints during the year.

Review of Investment Portfolio

The investment portfolio of Harrogate and District NHS Trust Foundation Trust is managed in Leeds by Brewin Dolphin on a discretionary basis within the constraints of an Ethical Investment Policy approved by the Corporate Trustee.

It is the practice that the investment advisers attend regular meetings of the Charitable Funds Committee. Detailed written reports are produced on a quarterly basis which value the portfolio and record its respective performance statistics. An integral part of the regular meetings is detailed discussion on the content of the report with particular reference to the performance aspect.

Brewin Dolphin is remunerated by an investment management fee of 0.6% per annum on the first £1million and 0.5% on the balance. The fee is invoiced quarterly on the funds under management at the end of the relevant quarter. VAT is charged in addition, but there are no commission charges levied.

As at 31 March 2022, the investment portfolio managed by Brewin Dolphin was valued at £1,830,218 excluding income and accrued interest. The portfolio produces an annual estimated gross income of £43,613 which is equivalent to a gross yield of 2.36%.

Over the 12 month period to 31 March 2022 UK bond and equity markets diverged heavily in terms of performance. The FTSE Government All Stocks index made a return of -5.08% while in equity markets the FTSE All Share index returned +13.03%. Global equities again performed better over the 12-month period with the FT World ex UK Index returning +14.87%. Over the year the portfolio made a total return of +3.23%. This compares to a return in the agreed benchmark of +9.55%.

At the year-end, 13.7% of assets were invested in fixed interest securities. The portfolio had 72.8% of assets invested in equities, with 23.7% allocated to UK equities and 49.1% to overseas equities. The majority of the UK equity exposure is made up of direct equity holdings whereas the overseas exposure is gained via unit trusts, direct US and European equities, as well as equities outside the US and Europe. The remaining assets were broken down into 9.9% in absolute return funds, 2.5% in Infrastructure and 1.1% held in cash.

The direct equity portion of the portfolio remains subject to an ethical constraints with the shares of companies predominantly involved with tobacco, armaments and where there is a proven poor human rights track record to be excluded.

The structure of the portfolio is in accordance with the Policy Statement which was agreed by the Trustee in November 2014 in accordance with the requirements of the Trustee Act 2000.

* All quoted performance figures are on a total return basis.

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of
Harrogate Hospital
for the year ended
31 March 2022 (continued)**

Impact of CoVid-19

Looking forward into 2022/23, there will be a continued impact on the Charity as a result of CoVid-19. One impact is the impact on the valuation of the fund which is sensitive to the investment values held and the performance of these investments. A very positive impact however, is the increased profile of the NHS and the increased level of donations to NHS Charities, as the population show support for the NHS. We are seeing the quantity of Gifts in Kind reduce however we continue to actively manage this in accordance with best practice. We will be seeking to manage the risk of investment performance and returns and maximise the opportunity from the increased awareness and support for the NHS at the moment.

Going Concern

The financial statements have been prepared on a going concern basis which the Trustee consider to be appropriate for the following reasons. The business model of the charity is such that its charitable activities are limited to those which it has sufficient funds to support from the excess of funding received over the costs of administering the charity. The charity therefore has no specific commitments and no committed costs beyond its fixed costs of operation which are detailed in note 6.

The Trustee have reviewed the cash flow forecasts for a period of 12 months from the date of approval of these financial statements which indicate that the charity will have sufficient funds to meet its liabilities as they fall due for that period. The Trustee have also considered the implications of CoVid-19 on these cash flow forecasts and consider that as a result of its operating model explained above, even if no further funding is received in the 12 month period, the charity has sufficient cash reserves to pay all committed costs. Consequently, the Trustee are confident that the charity will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements.

A Big Thank You

On behalf of the staff and patients who have benefited from improved services due to donations and legacies, the Corporate Trustee would like to thank all of those who have made charitable donations.

Approved on behalf of the Corporate Trustee.

Chief Executive - Mr Jonathan Coulter  Date: 28th September 2023

Director of Finance - Mr Jordan McKie  Date: 28th September 2023

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of
Harrogate Hospital
for the year ended
31 March 2022 (continued)**

Statement of Trustee's responsibilities in respect of the Trustee's annual report and the financial statements

Under the trust deed of the charity and charity law, the Trustee is responsible for preparing the Trustee's Annual Report and the Accounts in accordance with applicable law and regulations. The trustees have elected to prepare the financial statements in accordance with UK Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*.

The law applicable to Charities in England and Wales requires the trustees to prepare financial statements which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the Charity for that period.

In preparing these financial statements, generally accepted accounting practice entails that the trustees:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and the Statement of Recommended Practice have been followed, subject to any material departures disclosed and explained in the accounts;
- state whether the financial statements comply with the trust deed, subject to any material departures disclosed and explained in the financial statements;
- assess the charity's ability as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

The Trustee are required to act in accordance with the trust deed of the charity, within the framework of trust law. They are responsible for keeping proper accounting records, sufficient to disclose at any time, with reasonable accuracy, the financial position of the charity at that time, and to enable the Trustee to ensure that, where any statements of accounts are prepared by them under section 132(1) of the Charities Act 2011, those statements of accounts comply with the requirements of regulations under that provision. They are responsible for such internal control as they determine is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the charity and to prevent and detect fraud and other irregularities.

The Trustee are responsible for the maintenance and integrity of the financial and other information included on the charity's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

By Order of the Trustee

Signed:



Chief Executive - Mr Jonathan Coulter Date: 28th September 2023



Director of Finance - Mr Jordan McKie Date: 28th September 2023

Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital

Independent Auditor Report to the Corporate Trustee of Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital

Opinion

We have audited the financial statements of the Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Statement of Financial Position, Cash flow Statement and notes to the financial statements, including 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 charity's affairs as at 31 March 2022 and of its incoming resources and application of resources 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 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 charity 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 trustee's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the 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 trustee with respect to going concern are described in the relevant sections of this report.

Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital

Independent Auditor Report to the Corporate Trustee of Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital (cont)

Other information

The trustee is responsible for the other information. The other information comprises the information included in the 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.

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 this gives rise to 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- the charity has not kept sufficient accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustee's Responsibilities Statement set out on page 10, the trustee is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustee determines 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 trustee is responsible for assessing the charity'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 charity or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditors under the Charities Act 2011 and report in accordance with regulations made under that Act.

Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital

Independent Auditor Report to the Corporate Trustee of Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital (cont)

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud are detailed below.

Identifying and assessing risks related to irregularities:

We assessed the susceptibility of the charity's financial statements to material misstatement and how fraud might occur, including through discussions with the trustees, discussions within our audit team planning meeting, updating our record of internal controls and ensuring these controls operated as intended. We evaluated possible incentives and opportunities for fraudulent manipulation of the financial statements. We identified laws and regulations that are of significance in the context of the charity by discussions with trustees and updating our understanding of the sector in which the charity operates.

Laws and regulations of direct significance in the context of the charity include the Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 and guidance issued by the Charity Commission for England and Wales.

Audit response to risks identified:

We considered the extent of compliance with these laws and regulations as part of our audit procedures on the related financial statement items including a review of financial statement disclosures. We reviewed the charity's records of breaches of laws and regulations, minutes of meetings and correspondence with relevant authorities to identify potential material misstatements arising. We discussed the charity's policies and procedures for compliance with laws and regulations with members of management responsible for compliance.

During the planning meeting with the audit team, the engagement partner drew attention to the key areas which might involve non-compliance with laws and regulations or fraud. We enquired of management whether they were aware of any instances of non-compliance with laws and regulations or knowledge of any actual, suspected or alleged fraud. We addressed the risk of fraud through management override of controls by testing the appropriateness of journal entries and identifying any significant transactions that were unusual or outside the normal course of business. We assessed whether judgements made in making accounting estimates gave rise to a possible indication of management bias. At the completion stage of the audit, the engagement partner's review included ensuring that the team had approached their work with appropriate professional scepticism and thus the capacity to identify non-compliance with laws and regulations and fraud.

Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital

Independent Auditor Report to the Corporate Trustee of Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital (cont)

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

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 charity's trustee, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the trustee 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 charity and the trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Saffery LLP
Chartered Accountants
Mitre House
North Park Road
Harrogate
North Yorkshire
HG1 5RX
Statutory Auditors
Date:

Saffery LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital
Statement of Financial Activities
for the year ended 31 March 2022

		Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds 2022	Total Funds 2021
		£000	£000	£000	£000	£000
	Note					
Income:						
Donations and legacies	3	945	-	-	945	910
<i>Income from Charitable activities:</i>						
Fund raising events	4	8	-	-	8	11
Income from Investments	5	9	33	-	42	46
Total income and endowments		962	33	-	995	967
Expenditure:						
<i>Costs of raising funds:</i>						
Investment management costs		2	10	-	12	11
Charitable Activities	7	651	-	-	651	764
Total expenditure		653	10	-	663	775
Gross Transfer Between Funds		-	-	-	-	-
Net income and expenditure before investment gains/(losses)		309	23	-	332	192
Net gains on investments		3	-	14	17	346
Net Movement of Funds		312	23	14	349	538
Reconciliation of Funds						
Total Funds brought forward	13	398	49	1,739	2,186	1,648
Total Funds carried forward	13	710	72	1,753	2,535	2,186

The notes on pages 22 to 27 form part of these accounts

Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital
Statement of Financial Activities - Prior Year
for the year ended 31 March 2021

		Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds 2021	Total Funds 2020
		£000	£000	£000	£000	£000
	Note					
Income:						
Donations and legacies	3	910	-	-	910	608
<i>Income from Charitable activities:</i>						
Fund raising events	4	11	-	-	11	24
Income from Investments	5	9	37	-	46	58
Total income and endowments		930	37	-	967	690
Expenditure:						
<i>Costs of raising funds:</i>						
Investment management costs		1	10	-	11	12
Charitable Activities	7	727	37	-	764	756
Total expenditure		728	47	-	775	768
Gross Transfer Between Funds		-	-	-	-	-
Net income and expenditure before investment gains/(losses)		202	(10)	-	192	(78)
Net gains on investments		45	-	301	346	(199)
Net Movement of Funds		247	(10)	301	538	(277)
Reconciliation of Funds						
Total Funds brought forward	13	151	59	1,438	1,648	1,925
Total Funds carried forward	13	398	49	1,739	2,186	1,648

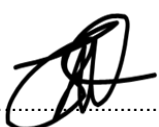
The notes on pages 22 to 27 form part of these accounts

Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital
Statement of Financial Position
As at 31st March 2022

	Note	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total Funds 2022 £000	Total Funds 2021 £000
Fixed assets:						
Investments	10	77	-	1,753	1,830	1,815
		<u>77</u>	<u>-</u>	<u>1,753</u>	<u>1,830</u>	<u>1,815</u>
Current assets:						
Debtors	11	20	-	-	20	17
Cash at bank and in hand	11	643	72	-	715	391
		<u>663</u>	<u>72</u>	<u>-</u>	<u>735</u>	<u>408</u>
Liabilities:						
Creditors falling due within one year	12	(30)	-	-	(30)	(37)
Net current assets		<u>633</u>	<u>72</u>	<u>-</u>	<u>705</u>	<u>371</u>
Total assets less current liabilities		710	72	1,753	2,535	2,186
Net assets		<u>710</u>	<u>72</u>	<u>1,753</u>	<u>2,535</u>	<u>2,186</u>
The funds of the charity:	13					
Endowment funds		-	-	1,753	1,753	1,739
Restricted income funds		-	72	-	72	49
Unrestricted income funds		710	-	-	710	398
Total charity funds		<u>710</u>	<u>72</u>	<u>1,753</u>	<u>2,535</u>	<u>2,186</u>

The notes on pages 22 to 27 form part of these accounts

Chief Executive - Mr Jonathan Coulter.....  Date: 28th September 2023

Director of Finance - Mr Jordan McKie  Date: 28th September 2023

Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital
Statement of Financial Position - Prior Year
As at 31st March 2021

	Note	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total Funds 2021 £000	Total Funds 2020 £000
Fixed assets:						
Investments	10	76	-	1,739	1,815	1,414
		<u>76</u>	<u>-</u>	<u>1,739</u>	<u>1,815</u>	<u>1,414</u>
Current assets:						
Debtors	11	17	-	-	17	16
Cash at bank and in hand	11	342	49	-	391	269
		<u>359</u>	<u>49</u>	<u>-</u>	<u>408</u>	<u>285</u>
Liabilities:						
Creditors falling due within one year	12	(37)	-	-	(37)	(51)
Net current assets		<u>322</u>	<u>49</u>	<u>-</u>	<u>371</u>	<u>234</u>
Total assets less current liabilities		398	49	1,739	2,186	1,648
Net assets		<u>398</u>	<u>49</u>	<u>1,739</u>	<u>2,186</u>	<u>1,648</u>
The funds of the charity:	13					
Endowment funds		-	-	1,739	1,739	1,438
Restricted income funds		-	49	-	49	59
Unrestricted income funds		398	-	-	398	151
Total charity funds		<u>398</u>	<u>49</u>	<u>1,739</u>	<u>2,186</u>	<u>1,648</u>

**Trustee's Annual Report for Harrogate Hospital and Community Charity, supported by Friends of Harrogate
Hospital
Statement of Cash Flows
For the Year Ending 31 March 2022**

	Note	2021/22 £000	2020/21 £000
Cash flows from operating activities			
Net income for 2021/22 (as per the Statement of Financial Activities)		<u>349</u>	<u>538</u>
		349	538
Non-cash income and expense			
(Increase) in receivables	11	(3)	(1)
(Decrease) in payables	12	(7)	(14)
Increase/(Decrease) in Gains on Investment Revaluations	10	9	(291)
Net Cash Generated From Operations		<u>348</u>	<u>232</u>
Cash flows from investing activities			
Net cash flows from investing activities (excl. Revaluations)	10	<u>(24)</u>	<u>(110)</u>
Net cash used in investing activities		<u>(24)</u>	<u>(110)</u>
Cash flows from financing activities		-	-
Net cash generated/(used) in financing activities		<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents		<u>324</u>	<u>122</u>
Cash and cash equivalents at 1 April 2021		391	269
Cash and cash equivalents at 31 March 2022		<u>715</u>	<u>391</u>

The notes on pages 22 to 27 form part of these accounts

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Accounts

1. Accounting Policies

(a) Basis of preparation

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at fair value. The accounts have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 1st January 2019 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2019.

The Charity is a public benefit entity.

The financial statements have been prepared on a going concern basis which the Trustees consider to be appropriate for the following reasons. The business model of the charity is such that its charitable activities are limited to those which it has sufficient funds to support from the excess of funding received over the costs of administering the charity. The charity therefore has no specific commitments and no committed costs beyond its fixed costs of operation which are detailed in note 6. The charity constitutes a public benefit entity as defined by FRS102. The accounts are presented in sterling and are rounded to the nearest thousand pound.

The Trustee has reviewed the cash flow forecasts for a period of 12 months from the date of approval of these financial statements which indicate that the charity will have sufficient funds to meet its liabilities as they fall due for that period. The Trustee has also considered the implications of COVID-19 on these cash flow forecasts and consider that as a result of its operating model explained above, even if no further funding is received in the 12 month period, the charity has sufficient cash reserves to pay all committed costs. Consequently, the Trustee is confident that the charity will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements.

(b) Funds structure

Unrestricted income funds comprise those funds which the Trustee is free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds, where the donor has made known their non binding wishes or where the Trustee, at its discretion, has created a fund for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor.

The charity has one permanent endowment fund. The income of the Elsie Sykes Endowment Fund can be used for medical equipment or medical research (excluding transplant or vivisection work).

The major funds held in each of these categories are disclosed in note 13.

(c) Incoming resources

All incoming resources are recognised once the charity has entitlement to the resources, it is probable that the resources will be received and the monetary value of incoming resources can be measured with sufficient reliability.

(d) Incoming resources from legacies

Legacies are accounted for as incoming resources either upon receipt or where the receipt of the legacy is virtually certain; this will be once confirmation has been received from the representatives of the estate(s) that payment of the legacy will be made or property transferred and once all conditions attached to the legacy have been fulfilled.

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Accounts (continued)

1. Accounting Policies (continued)

(e) Resources expended

Expenditure is recognised when a liability is incurred and can be measured reliably.

(f) Irrecoverable VAT and Taxation

Irrecoverable VAT is charged against the category of resources expended for which it was incurred. Harrogate and District NHS Foundation Trust Charitable Fund is considered to pass the tests set out in paragraph 1 schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable trust for UK income tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Part 10 Income Tax Act 2007 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.

(g) Charitable activities

Costs of charitable activities comprise all costs incurred in the pursuit of the charitable objects of the charity. These costs comprise direct costs and an apportionment of overhead costs.

(h) Governance and support costs

Other resources expended comprise all costs incurred in the running of the charity. These costs include costs related to statutory audit together with recharge of staff salaries.

(i) Fixed asset investments

Investments are stated at market value as at the balance sheet date. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The investments are included in the balance sheet at the closing dealing price at 31 March 2022.

(j) Unrealised / realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sale proceeds and market value at the start of the year (purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and market value at the start of the year (or purchase date if later).

2. Related party transactions

Harrogate and District NHS Foundation Trust is the beneficiary of the charity. The charity has provided funding to the Foundation Trust for approved expenditure amounting to £499,000 (2021: £645,000). As outlined in notes 11 and 12, the charity was owed £14k from the Foundation Trust (2021: £10k) and owed £17k to the Foundation Trust (2021: £34k).

During the year none of the members of the Board of Directors or senior NHS Foundation Trust staff or parties related to them were beneficiaries of the charity.

No member of the Board of Directors has received honoraria, emoluments or expenses in the year in respect of their service to the charity. The Trustee has not purchased trustee indemnity insurance.

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Accounts (continued)

3. Analysis of donations and legacies

	Unrestricted Funds £000	Restricted Funds £000	Total 2022 £000	Total 2021 £000
Donations	582	-	582	625
Gifts in Kind	74	-	74	229
Legacies	289	-	289	56
	945	-	945	910

In relation to the prior year, there were no donations or legacies to Restricted Funds.

Expenditure relating to Gifts in Kind can be found in note 7 as part of Staff Welfare and Amenities expenditure.

4. Analysis of income from fundraising events

	Unrestricted Funds £000	Restricted Funds £000	Total 2022 £000	Total 2021 £000
Other	8	-	8	11

In relation to the prior year, there was no fundraising event income to Restricted Funds.

5. Income from investments

	Unrestricted Funds £000	Restricted Funds £000	Total 2022 £000	Total 2021 £000
Quoted investments (fixed asset investments)	9	33	42	46
	9	33	42	46

In relation to the prior year, there was £37k of income investments to Restricted Funds.

6. Allocation of Governance Costs

Governance costs were allocated between the restricted and unrestricted funds, dependant on the work undertaken as part of projects related to the restricted funds. There were no projects utilising the restricted funds within 2021/22.

Apportionment of Governance Costs	Unrestricted Funds £000	Restricted Funds £000	Total 2022 £000
Staff Costs (see note 8)	140	-	140
Audit Fees (see note 9)	10	-	10
Computer Expenses	2	-	2
Total	152	-	152
Prior Year	Unrestricted Funds £000	Restricted Funds £000	Total 2021 £000
Staff Costs (see note 8)	80	25	105
Audit Fees (see note 9)	1	9	10
Computer Expenses	1	3	4
Total	82	37	119

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Accounts (continued)

7. Analysis of charitable expenditure

The charity made funds available to Harrogate and District NHS Foundation Trust in support of a range of charitable activities.

	2022	2021
	£000	£000
Medical Equipment	177	145
Staff Training	25	22
Computer Equipment	21	45
Staff Welfare and Amenities (incl. Gifts in Kind)	102	239
Patient Welfare and Amenities	174	194
Governance costs (see note 6)	152	119
	651	764

8. Analysis of staff costs

There are no staff directly employed by the Charity. Recharges are made for Harrogate and District NHS Foundation Trust staff time. The recharge for the year ended 31 March 2022 was £140,000 (2021: £105,000). No staff had emoluments in excess of £60,000 (2021: £nil).

9. Auditor's remuneration

The auditor's remuneration for the financial year ended 31 March 2022 was £10,000 the cost included within the financial statements was based on previous years remuneration as at time of doing the accounts no auditor had been appointed (the auditor's remuneration for the financial year ending 31 March 2021 was £9,576).

10. Fixed asset investments

Movement in fixed asset investments	2022	2021
	£000	£000
Market value brought forward	1,815	1414
Additions at cost	408	522
Disposals at carrying value	(410)	(467)
Realised Gain on disposals	26	55
Net Gains on revaluation	(9)	291
Market value as at 31 March 2022	1,830	1,815

Fixed asset investments:

Common investment funds	Percentage of the		2022	2021
	2022	2021	£000	£000
Fixed Interest Investments	13.80	14.10	252	256
Commercial Properties	0.00	0.80	-	14
UK Investments	37.10	37.00	679	672
Overseas Investments	49.10	48.10	899	873
	100.00	100.00	1,830	1,815

There are no direct investments held outside of the UK by the charity.

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Accounts (continued)

11. Current assets

	2022	2021
	£000	£000
Debtors: amounts falling due within one year		
Accrued income (see below)	6	7
Other debtors (see below)	14	10
	<u>20</u>	<u>17</u>

Accrued income comprises £6,000 dividends declared before 31 March 2022 but not due to be paid until after the year end which will be received in the year ending 31 March 2022. Other debtors wholly represent any sums owed to the charity by a related party, Harrogate and District NHS Foundation Trust, at the year end for income collected by the Trust on behalf of the charity.

Analysis of cash and deposits

	2022	2021
	£000	£000
Government Banking Service	697	376
Investment Fund Manager	18	15
	<u>715</u>	<u>391</u>

12. Current liabilities

	2022	2021
	£000	£000
Creditors: amounts falling due within one year		
Other Creditors (see below)	17	34
Accruals	13	3
	<u>30</u>	<u>37</u>

Other creditors represent sums owed at the year end by the charity to a related party, Harrogate and District NHS Foundation Trust, for costs incurred by the Trust on behalf of the charity in the furtherance of the charity's objects.

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Accounts
(continued)**

13. Analysis of Funds

	Balance at 1 April 2021 £000	Incoming Resources £000	Resources expended £000	Investment gain £000	Balance at 31 March 2022 £000
Endowment Funds					
Elsie Sykes Endowment	1,739	-	-	14	1,753
	<u>1,739</u>	<u>-</u>	<u>-</u>	<u>14</u>	<u>1,753</u>
Restricted Funds					
Scanner Appeal	83	-	-	-	83
Other	(34)	33	(10)	-	(11)
	<u>49</u>	<u>33</u>	<u>(10)</u>	<u>-</u>	<u>72</u>
Material Unrestricted and Designated Funds					
Rheumatology RA- Team	23	-	-	-	23
Breast Care Services	26	-	-	-	26
Breast Unit	-	100	-	-	100
Ferndale Ward Midwifery	29	-	(1)	-	28
Adult Community Services	74	13	(5)	-	82
Covid 19 Urgent appeal	93	1	(62)	-	32
Sir Robert Ogden Macmillan Centre	44	187	(67)	-	164
General Fund	(615)	299	(208)	-	(524)
Friends General Fund	66	17	(16)	-	67
Crem Fees	23	-	(2)	-	21
Staff Car Parking	19	100	-	-	119
NHS S3 Grant	-	94	(20)	-	74
Capital	139	-	(111)	-	28
Linden Trust	20	-	-	-	20
Other	457	151	(161)	3	450
	<u>398</u>	<u>962</u>	<u>(653)</u>	<u>3</u>	<u>710</u>

The Trustee set an opening or closing balance of £20,000 or above as the threshold for reporting these funds.

**Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Accounts
(continued)**

13. Analysis of Funds (continued)

Previous Year	Balance at 1 April 2020 £000	Incoming Resources £000	Resources expended £000	Investment Loss £000	Balance at 31 March 2021 £000
Endowment Funds					
Elsie Sykes Endowment	1,438	-	-	301	1,739
	1,438	-	-	301	1,739
Restricted Funds					
Scanner Appeal	83	-	-	-	83
Other	(24)	37	(47)	-	(34)
	59	37	(47)	-	49
Material Unrestricted and Designated Funds					
Rheumatology RA- Team	22	-	-	1	23
Breast Care Services	14	11	-	1	26
Ferndale Ward Midwifery	27	-	(1)	3	29
Adult Community Services	94	50	(74)	4	74
Covid 19 Urgent appeal	-	200	(107)	-	93
Sir Robert Ogden Macmillan Centre	51	22	(31)	2	44
General Fund	(612)	426	(429)	-	(615)
Friends General Fund	53	21	(8)	-	66
Crem Fees	-	23	-	-	23
Linden Trust	19	1	-	-	20
Other	483	176	(78)	34	615
	151	930	(728)	45	398

The Trustee set an opening or closing balance of £20,000 or above as the threshold for reporting these funds.

Harrogate Hospital and Community Charity, supported by Friends of Harrogate Hospital - Notes to the Accounts (continued)

14. Description of Funds

Name of Fund	Description, nature and purposes of the fund
The Elsie Sykes Endowment Trust	This endowment was a gift from Elsie Sykes in 1978. The Trustee may spend the income receivable from the capital in order to fund medical equipment or medical research (excluding transplant or vivisection work).
Scanner Appeal	This fund is for the specific purchase of a Scanner by the Harrogate and District NHS Foundation Trust.
Rheumatology RA-Team	This fund has the designated objective to be used by the Rheumatology RA Team for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Breast Care Services	This fund has the designated objective to be used by the Breast Care Services for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Breast Unit	This fund has the designated objective to be used by the Breast Care Services for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Ferndale Ward Midwifery	This fund has the designated objective to be used by the Ferndale Ward Midwifery for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Adult Community Services	This fund has the designated objective to be used by the Adult Community Services Teams for any charitable purpose relating to the NHS.
Covid 19 Urgent Appeal	This fund has general objects for any charitable purpose relating to the NHS.
Sir Robert Ogden Macmillan Centre	This fund has the designated objective to be used by the Sir Robert Ogden Macmillan Centre for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
General Fund	This fund has general objects for any charitable purpose relating to the NHS.
Friends General Fund	This fund has general objects for any charitable purpose relating to the NHS.
Crem Fees	This fund has general objects for any charitable purpose relating to the NHS.
Staff Car Parking	This fund has general objects for any charitable purpose relating to the NHS.
NHS S3 Grant	This fund has general objects for any charitable purpose relating to the NHS.
Capital	This fund has general objects for any charitable purpose relating to the NHS.
Linden Trust	This is an award received by the charity in May 2018, to be used towards something strategic and has yet to be allocated to a project.

The Trustee set an opening or closing balance of £20,000 or above as the threshold for reporting these funds.

15. Parent organisation

These financial statements are consolidated within the Harrogate and District NHS Foundation Trust Consolidated Financial Statements. Harrogate and District NHS Foundation Trust is a entity operating in the National Health Service in England. The ultimate parent holding is considered as the Department of Health and Social Care.

Accounts



Harrogate and District
NHS Foundation Trust

**Annual Report and Accounts for Harrogate and District NHS Foundation Trust Charitable Fund
for 2020/21 (registered charity number 1050008).**

**Trustee's Annual Report for Harrogate and District NHS Foundation Trust Charitable Fund
for the year ended
31 March 2021**

Contents

Foreword	3
Reference and Administration Details	3
Trustee Arrangements	3
Principal Office	4
Principal Professional Advisors	4
Structure, Governance and Management	4
Risk Management	5
Partnership Working	6
Objectives and Activities	6
Reserves Policy	6
Financial Review	7
Achievements and Performance	7
Plans for Future Periods	7
Review of Investment Portfolio	8
Statement of Trustee's Responsibilities in respect of the Trustee's Annual Report and Financial Statements	10
External Auditor's Report	11-14
Statement of Financial Activities	15
Statement of Financial Position	16
Notes to the Accounts	17-23

**Trustee's Annual Report for Harrogate and District NHS Foundation Trust Charitable Fund
for the year ended
31 March 2021**

Foreword

The Corporate Trustee presents the Charitable Funds Annual Report together with the Audited Accounts for the year ended 31 March 2021.

The Charity's annual report and accounts for the year ended 31 March 2021 have been prepared by the Corporate Trustee in accordance with Part VI of the Charities Act 2011 and the Charities (Accounts & Reports) Regulations 2005. The Charity's report and accounts include all the separately established funds for which the Harrogate and District NHS Foundation Trust is the beneficiary.

Reference and Administrative Details

The main charity Harrogate and District NHS Foundation Trust Charitable Fund, registered Charity Number 1050008, was entered on the Central Register of Charities on 20 October 1995. The charity is constituted of 189 individual funds as at the 31 March 2021 (172 funds as at 31 March 2020) and the notes to the accounts distinguish the types of fund held and disclose separately all material funds.

Charitable funds received by the charity are accepted and held and administered as funds held on trust for purposes relating to the National Health Service in accordance with the National Health Service Act 1977 and the National Health Service and Community Care Act 1990 and these funds are held on trust by the Corporate Trustee.

Trustee Arrangements

Harrogate and District NHS Foundation Trust is the Corporate Trustee of the Charitable Funds governed by the law applicable to Trusts, principally the Trustee Act 2000 and the Charities Act 2011.

The NHS Foundation Trust's Board of Directors devolved responsibility for the on-going management of funds to the Charitable Funds Committee which administers the funds on behalf of the Corporate Trustee. The Committee meets quarterly unless items of an important nature intervene. The Committee members consider the strategy and financial management of the funds, discuss major policy issues and consider reports. The minutes of the Committee meetings are reported to the Board of Directors, acting as a Corporate Trustee.

Harrogate and District NHS Foundation Trust is the sole corporate trustee of the Charity. The Directors of the NHS Foundation Trust Board of Directors who served during the financial year were as follows:

Name	Position
Mrs A Schofield	Chairman
Mr S Russell	Chief Executive
Mr J Coulter	Finance Director / Deputy Chief Executive
Mrs J Foster	Chief Nurse
Dr D Scullion	Medical Director (Left 14/06/2020)
Dr J Andrews	Medical Director (Appointed 15/06/2020)
Mr R Harrison	Chief Operating Officer (Left 31/08/2020)
Mr T Gold	Interim Chief Operating Officer 01/09/2020 - 28/02/2021
Dr M Shepherd	Acting Chief Operating Officer 01/03/2021 - 30/04/2021
Mrs A Wilkinson	Director of Workforce and Organisational Development
Mr R Stiff	Non-Executive Director
Mr C Thompson	Non-Executive Director (Left 30/06/2020)
Mr A Papworth	Non-Executive Director
Mrs M Taylor	Non-Executive Director
Mrs S Armstrong	Non-Executive Director
Ms L Robson	Non-Executive Director
Mr J Cross	Non-Executive Director
Mr W Sampson (OBE)	Non-Executive Director

**Trustee's Annual Report for Harrogate and District NHS Foundation Trust Charitable Fund
for the year ended
31 March 2021 (continued)**

The names of those people who served as agents for the Corporate Trustee (as members of the Charitable Funds Committee), as permitted under regulation 16 of the NHS Trusts (Membership and Procedures) Regulations 1990 were as follows:

Mrs A Schofield	Chairman
Mr S Russell	Chief Executive
Mr J Coulter	Finance Director / Deputy Chief Executive
Mr R Harrison	Chief Operating Officer (Left 31/08/2020)
Mr T Gold	Interim Chief Operating Officer 01/09/2020 - 28/02/2021
Dr M Shepherd	Acting Chief Operating Officer 01/03/2021 - 30/04/2021
Ms L Robson	Non-Executive Director
Mrs S Armstrong	Non-Executive Director
Mr J Cross	Non-Executive Director

Representatives from the Trust's investment fund managers, Brewin Dolphin, also attend Charitable Funds Committee meetings on a six-monthly basis.

Principal Office

The Principal Office for the Charity is:
Finance Department
Trust HQ
Harrogate and District NHS Foundation Trust
Harrogate District Hospital
Lancaster Park Road
Harrogate
HG2 7UG

Principal Professional Advisers:

Bankers

Government Banking Service
Premier Place
2 1/2 Devonshire Square
London
EC2M 4BA

Investment Fund Managers

Brewin Dolphin Limited
10 Wellington Place
Leeds
LS1 4AN

Auditors

KPMG LLP
1 Sovereign Square
Sovereign Street
Leeds
LS1 4DA

Solicitors

The charity has not required the services of a solicitor during the financial year.

Structure, Governance and Management

Harrogate and District NHS Foundation Trust registered its charitable funds under an "Umbrella Charity" arrangement whereby the charities administered are treated as special trusts of the Umbrella Charity. The nature of its governing document is a trust deed (dated 20 October 1995), and the charity is constituted as Trustees incorporated as a body. The Umbrella Charity is liable for registration whilst the individual funds retain their own identity for all other purposes. Subsequent donations and gifts received by the charity that are attributable to the original funds are added to those fund balances within the existing charity.

**Trustee's Annual Report for Harrogate and District NHS Foundation Trust Charitable Fund
for the year ended
31 March 2021 (continued)**

The Corporate Trustee fulfils its legal duty by ensuring that funds are spent in accordance with the objects of each fund, and by designating funds the Trustee respects the wishes of our generous donors to benefit patient care and advance the good health and welfare of patients, carers and staff. Where funds are received which have specific restrictions set by the donor a restricted fund has been established.

The charitable funds available for spending are allocated to Directorates within the NHS Foundation Trust's management structure. Each allocation is managed by use of a designated fund and manager within the general unrestricted fund. Designated fund managers can approve expenditure up to £5,000, expenditure between £5,000 and £150,000 also requires a member of the Charitable Funds Committee to countersign and expenditure above £150,000 must be approved by the Corporate Trustee. In addition all expenditure above £500 is reviewed and ratified retrospectively on a quarterly basis by the Charitable Funds Committee.

Non-Executive Directors on the Board of Directors of the NHS Foundation Trust are appointed by the Board of Governors, Executive Directors of the Board of Directors of the NHS Foundation Trust are subject to appointment by the NHS Foundation Trust Board. The Board of Directors of the NHS Foundation Trust and the Charitable Funds Committee are not individual trustees under Charity Law but act as agents on behalf of the Corporate Trustee.

Directors on the NHS Foundation Trust's Board of Directors undertake induction training when newly appointed, this training includes information in respect of Trustee responsibilities.

Acting for the Corporate Trustee, the Charitable Funds Committee is responsible for the overall management of the Charitable Fund. The Committee is required to:

- Control, manage and monitor the use of the fund's resources.
- Provide support, guidance and encouragement for all its income raising activities whilst managing and monitoring the receipt of all income.
- Ensure that 'best practice' is followed in the conduct of all its affairs fulfilling all of its legal responsibilities.
- Ensure that the Investment Policy approved by the Board of Directors as Corporate Trustee is adhered to and that performance is continually reviewed whilst being aware of ethical considerations.
- Keep the Board of Directors (acting as a Corporate Trustee) fully informed on the activity, performance and risks of the charity.

The accounting records and the day-to-day administration of the funds are dealt with by the Finance Department of Harrogate and District NHS Foundation Trust located at Harrogate District Hospital, Lancaster Park Road, Harrogate, HG2 7UG.

Risk Management

The major risks to which the charity is exposed have been considered, with the most significant risk identified being the possible losses from a fall in value of investments, especially equities. The Charitable Funds Committee has mitigated this risk by not investing one hundred per cent in equities, but rather taking the view that so far as is reasonable the investments should be made to mitigate undue risk to the real value of the capital and income of the portfolio.

Expenditure is closely monitored; no fund manager is able to expend funds, without the request first being checked by the Finance Department, to ensure funds are available.

Income is monitored to check whether the levels of income are as expected, and if not the spending plans are amended accordingly.

**Trustee's Annual Report for Harrogate and District NHS Foundation Trust Charitable Fund
for the year ended
31 March 2021 (continued)**

Partnership Working

Harrogate and District NHS Foundation Trust is the main beneficiary of the charity and is a related party by virtue of being Corporate Trustee of the charity. By working in partnership with the Trust, the charitable funds are used to best effect. When deciding upon the most beneficial way to use charitable funds, the Corporate Trustee has regard to the main activities, objectives, strategies and plans of the Trust.

Harrogate and District NHS Foundation Trust remains indebted to the work of the volunteers of Friends of Harrogate Hospital, who raise thousands of pounds of funds each year for Harrogate District Hospital.

Objectives and Activities

The Umbrella Charity has NHS wide objectives as follows:

"The Trustee shall hold the trust fund upon trust to apply the income, and at their discretion, so far as may be permissible, the capital, for any charitable purpose or purposes relating to the National Health Service" (hereinafter referred to as "the objects").

The Corporate Trustee had determined the following strategic aims for the application of income:

- To enhance the environment for staff and patients, in which health services are being provided efficiently.
- To enable staff and carers, caring for patients to benefit from education and facilities not normally available within the NHS resource envelope.
- To donate extra equipment and staffing to the NHS Foundation Trust not normally available within the NHS resource envelope.
- To spend funds in accordance with Charity Commission best practice in support of the NHS Foundation Trust.

During the year, the funds continued to support a wide range of charitable and health related activities benefiting both patients and staff. In general they are used to purchase the very varied additional equipment and services that the NHS is unable to provide. For example charitable funds were used to purchase much needed medical equipment (see page 7).

The ward charitable funds receive many donations specifically given to thank the nursing staff and these are used for charitable activities that will benefit staff. The charitable funds also enable consultants and other medical staff to attend courses, not funded by the NHS, which will update them on the new ideas and modern techniques in their specialties.

The General Fund receives donations and legacies that can be used for any charitable purpose relating to the NHS. This flexibility has been used to fund the Staff Long Service Awards and to support training of staff members.

Reserves Policy

It is the policy of this charity to avoid building up reserves. Health Service bodies, in their capacity as charity trustees, have a duty to apply the income for the purposes for which they were given. Income can only be accumulated when the charity's governing document gives them power to accumulate income. A failure to consider the matter and simply allow the income to accumulate without good reason is a breach of trust. As the charity has no such powers at the present time the policy is to apply funds as and when they become available. Therefore the charity does not have a target reserves figure.

Actual closing reserves have increased by £538,000 during the year, this is after an unrealised and realised Gain of £346,000 on investments and a net inflow of funds of £192,000. The value of the reserves can and will fluctuate over financial year ends.

**Trustee's Annual Report for Harrogate and District NHS Foundation Trust Charitable Fund
for the year ended
31 March 2021 (continued)**

Financial review

The net assets of the Charitable Funds as at 31 March 2021 were £2,186,000 (2020: £1,648,000). Overall net assets increased by £538,000 with a realised and unrealised gain on investments of £346,000 plus an excess of income over expenditure £192,000.

The charity continues to rely on donations, legacies and investment income as the main sources of income. Total incoming resources increased by £277,000 when compared to the previous financial year. Mainly due to higher donation income £854,000 (2020 £502,000) and offset by a fall in legacies £56,000 (2020: £106,000).

Of the total expenditure of £775,000 (2020: £768,000), charitable expenditure on direct charitable activity was £764,000 (2020: £756,000) across a range of programmes.

Achievements and performance

Purchase of new equipment

The total spend on new equipment of £145,000 (2020: £188,000) represents a vital and valuable contribution to enhancing the provision of clinical care. Purchases range from small items of equipment at a few hundred pounds each through to 2 Bladder Scanners (£17,250), Bike Treadmill (£52,000), Ultrasound Antenatal (£17,899), 4 ABPI Measuring Devices (£10,200).

Staff Training

Staff training expenditure of £22,000 (2020: £70,000) was used to enable consultants and other medical staff to attend courses, not funded by the NHS, which update them on the new ideas and modern techniques in their specialties. This was impacted by Covid 19 restriction this financial year

Staff welfare and amenities

Staff welfare and amenities expenditure of £239,000 (2020: £49,000) was used by the charity to finance staff long service awards and social activities. A staff shop was opened this year with donations mainly from Supermarkets and Local business donating food items for Staff due to the Pandemic shortages extra.

Patient welfare and amenities

The Patient welfare and amenities heading of £194,000 (2020: £310,000) included the purchase of fixtures and fittings and patient information leaflets.

Performance management

The charity relies on the Harrogate and District NHS Foundation Trust to identify the appropriateness of funding requests in order to keep transaction costs to a minimum and to simplify the approval process.

Plans for future periods

The reconfiguration of services and the plans for redesigning patient care to meet the needs of the future will influence the priorities for spending charitable funds.

Income accruing from the investment of Endowment Funds can only be applied for the specific purposes attached to the permanent endowment. The income can be used for purchasing medical equipment or carrying out medical research (excluding transplant or vivisection work).

Such items of medical equipment are included in Harrogate and District NHS Foundation Trust's annual capital programme and subjected to the same tests of value for money and a proper business case, as applies to all other capital expenditure.

**Trustee's Annual Report for Harrogate and District NHS Foundation Trust Charitable Fund
for the year ended
31 March 2021 (continued)**

Fundraising standards

Harrogate and District NHS Foundation Trust is the beneficiary of the Charity. The Trust employs a fundraising team, the key objectives of the team include establishing and maintaining fundraising procedures, charity branding and a fund raising strategy for the Charity.

The Charity has a Charity Funds Committee and part of the remit of this committee is to focus on fundraising matters prior to approval by the Corporate Trustee. The committee incorporates members of the fundraising team and members of the Corporate Trustee.

The Charity has not received any complaints during the year.

Review of Investment Portfolio

The investment portfolio of Harrogate and District NHS Trust Foundation Trust is managed in Leeds by Brewin Dolphin on a discretionary basis within the constraints of an Ethical Investment Policy approved by the Corporate Trustee.

It is the practice that the investment advisers attend regular meetings of the Charitable Funds Committee. Detailed written reports are produced on a quarterly basis which value the portfolio and record its respective performance statistics. An integral part of the regular meetings is detailed discussion on the content of the report with particular reference to the performance aspect.

Brewin Dolphin is remunerated by an investment management fee of 0.6% per annum on the first £1million and 0.5% on the balance. The fee is invoiced quarterly on the funds under management at the end of the relevant quarter. VAT is charged in addition, but there are no commission charges levied.

As at 31 March 2021, the investment portfolio managed by Brewin Dolphin was valued at £1,815,072 excluding income and accrued interest. The portfolio produces an annual estimated gross income of £43,251 which is equivalent to a gross yield of 2.36%.

Over the 12 month period to 31 March 2021 UK bond and equity markets diverged heavily in terms of performance. The FTSE Government All Stocks index made a return of -5.54% while in equity markets the FTSE All Share index returned +26.71%. Global equities again performed better over the 12-month period with the FT World ex UK Index returning +40.84%. Over the year the portfolio made a total return of +26.81%. This compares to a return in the agreed benchmark of +23.54%.

At the year-end, 14.1% of assets were invested in fixed interest securities. The portfolio had 73.1% of assets invested in equities, with 25.0% allocated to UK equities and 48.1% to overseas equities. The majority of the UK equity exposure is made up of direct equity holdings whereas the overseas exposure is gained via unit trusts. The remaining assets were broken down into 8.7% in absolute return funds, 0.8% in commercial property, 2.3% in Infrastructure and 1.0% held in cash.

The direct equity portion of the portfolio remains subject to an ethical constraints with the shares of companies predominantly involved with tobacco, armaments and where there is a proven poor human rights track record to be excluded.

The structure of the portfolio is in accordance with the Policy Statement which was agreed by the Trustee in November 2014 in accordance with the requirements of the Trustee Act 2000.

* All quoted performance figures are on a total return basis.

**Trustee's Annual Report for Harrogate and District NHS Foundation Trust Charitable Fund
for the year ended
31 March 2021 (continued)**

Impact of CoVid-19

Looking forward into 2021/22, there will be a continued impact on the Charity as a result of CoVid-19. One impact is the impact on the valuation of the fund which is sensitive to the investment values held and the performance of these investments. A very positive impact however, is the increased profile of the NHS and the increased level of donations to NHS Charities, as the population show support for the NHS. We are seeing the quantity of Gifts in Kind reduce however we continue to actively manage this in accordance with best practice. We will be seeking to manage the risk of investment performance and returns and maximise the opportunity from the increased awareness and support for the NHS at the moment.

Going Concern

The financial statements have been prepared on a going concern basis which the Trustees consider to be appropriate for the following reasons. The business model of the charity is such that its charitable activities are limited to those which it has sufficient funds to support from the excess of funding received over the costs of administering the charity. The charity therefore has no specific commitments and no committed costs beyond its fixed costs of operation which are detailed in note 6.

The Trustees have reviewed the cash flow forecasts for a period of 12 months from the date of approval of these financial statements which indicate that the charity will have sufficient funds to meet its liabilities as they fall due for that period. The Trustees have also considered the implications of CoVid-19 on these cash flow forecasts and consider that as a result of its operating model explained above, even if no further funding is received in the 12 month period, the charity has sufficient cash reserves to pay all committed costs. Consequently, the Trustees are confident that the charity will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements.

A Big Thank You

On behalf of the staff and patients who have benefited from improved services due to donations and legacies, the Corporate Trustee would like to thank all of those who have made charitable donations.

Approved on behalf of the Corporate Trustee.

Steve Russell

Chief Executive - Mr Steve Russell Date: 24 November 2021

J. Coulter

Finance Director - Jonathan Coulter Date: 24 November 2021

**Trustee's Annual Report for Harrogate and District NHS Foundation Trust Charitable Fund
for the year ended
31 March 2021 (continued)**

Statement of Trustee's responsibilities in respect of the Trustee's annual report and the financial statements

Under the trust deed of the charity and charity law, the Trustee is responsible for preparing the Trustee's Annual Report and the Accounts in accordance with applicable law and regulations. The trustees have elected to prepare the financial statements in accordance with UK Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*.

The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of the excess of expenditure over income for that period.

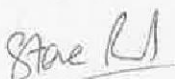
In preparing these financial statements, generally accepted accounting practice entails that the trustees:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and the Statement of Recommended Practice have been followed, subject to any material departures disclosed and explained in the accounts;
- state whether the financial statements comply with the trust deed, subject to any material departures disclosed and explained in the financial statements;
- assess the charity's ability as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

The Trustees are required to act in accordance with the trust deed of the charity, within the framework of trust law. They are responsible for keeping proper accounting records, sufficient to disclose at any time, with reasonable accuracy, the financial position of the charity at that time, and to enable the Trustees to ensure that, where any statements of accounts are prepared by them under section 132(1) of the Charities Act 2011, those statements of accounts comply with the requirements of regulations under that provision. They are responsible for such internal control as they determine is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the charity and to prevent and detect fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the financial and other information included on the charity's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

By Order of the Trustee
Signed:



Chief Executive - Mr Steve Russell Date: 24 November 2021



Finance Director - Jonathan Coulter Date: 24 November 2021

Independent auditor's report to the Trustees of Harrogate and District NHS Foundation Trust Charitable Fund

Opinion

We have audited the financial statements of Harrogate and District NHS Foundation Trust Charitable Fund ("the charity") for the year ended 31 March 2021 which comprise the Statement of Financial Activities, Balance Sheet and related notes, including the accounting policies in note 1.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2021 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We have been appointed as auditor under section 149 of the Charities Act 2011 (or its predecessors) and report in accordance with regulations made under section 154 of that Act.

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the charity in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

Going concern

The trustees have prepared the financial statements on the going concern basis as they do not intend to liquidate the charity or to cease its operations, and as they have concluded that the charity's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

In our evaluation of the trustees' conclusions, we considered the inherent risks to the charity's business model and analysed how those risks might affect the charity's financial resources or ability to continue operations over the going concern period.

Our conclusions based on this work:

- we consider that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate;
- we have not identified, and concur with the trustees' assessment that there is not a material uncertainty related to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for the going concern period.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the above conclusions are not a guarantee that the charity will continue in operation.

Fraud and breaches of laws and regulations – ability to detect

Identifying and responding to risks of material misstatement due to fraud

To identify risks of material misstatement due to fraud (“fraud risks”) we assessed events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to commit fraud. Our risk assessment procedures included:

- Enquiring of management, the Audit Committee and inspection of policy documentation as to the Charity’s high-level policies and procedures to prevent and detect fraud, as well as whether they have knowledge of any actual, suspected or alleged fraud.
- Assessing the opportunities for management to manipulate reported financial performance as a result of override of controls.
- Reading Charitable Funds Committee minutes.
- Using analytical procedures to identify any usual or unexpected relationships.
- Reviewing the Charity’s accounting policies.

We communicated identified fraud risks throughout the audit team and remained alert to any indications of fraud throughout the audit.

As required by auditing standards, we performed procedures to address the risk of management override of controls and the risk of fraudulent revenue recognition and the risk that Charity’s management may be in a position to make inappropriate accounting entries.

We did not identify any additional fraud risks.

We performed procedures including:

- Identifying journal entries to test based on risk criteria and comparing the identified entries to supporting documentation. These included income journals with unusual account combinations.
- Sample testing revenue items and agreeing to supporting documentation or evidence.

Identifying and responding to risks of material misstatement due to non-compliance with laws and regulations

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general sector experience and through discussion with the directors (as required by auditing standards), and discussed with the directors and other management the policies and procedures regarding compliance with laws and regulations.

We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit.

The potential effect of these laws and regulations on the financial statements varies considerably.

The Charity is subject to laws and regulations that directly affect the financial statements including financial reporting legislation. We assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

Whilst the Charity is subject to many other laws and regulations, we did not identify any others where the consequences of non-compliance alone could have a material effect on amounts or disclosures in the financial statements.

Context of the ability of the audit to detect fraud or breaches of law or regulation

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

In addition, as with any audit, there remained a higher risk of non-detection of fraud, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. Our audit procedures are designed to detect material misstatement. We are not responsible for preventing non-compliance or fraud and cannot be expected to detect non-compliance with all laws and regulations.

Other information

The trustees are responsible for the other information, which comprises the Trustees' Annual Report. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. We are required to report to you if:

- based solely on that work, we have identified material misstatements in the other information; or
- in our opinion, the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements.

We have nothing to report in these respects.

Matters on which we are required to report by exception

Under the Charities Act 2011 we are required to report to you if, in our opinion:

- the charity has not kept sufficient accounting records; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

We have nothing to report in these respects.

Trustees' responsibilities

As explained more fully in their statement set out on page 10, the trustees are responsible for: the preparation of financial statements which give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the charity'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 they either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities

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 our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at www.frc.org.uk/auditorsresponsibilities.

The purpose of our audit work and to whom we owe our responsibilities

This report is made solely to the charity's trustees as a body, in accordance with section 149 of the Charities Act 2011 (or its predecessors) and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's 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 charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.



Rashpal Khangura
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants

1 Sovereign Square
Sovereign St
Leeds
LS1 4DA

09 December 2021

KPMG LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

Harrogate and District NHS Foundation Trust Charitable Fund
Statement of Financial Activities
for the year ended 31 March 2021

		Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds 2021 £000	Total Funds 2020 £000
	Note	£000	£000	£000		
Income:						
Donations and legacies	3	910	-	-	910	608
<i>Income from Charitable activities:</i>						
Fund raising events	4	11	-	-	11	24
Income from Investments	5	9	37	-	46	58
Total income and endowments		930	37	-	967	690
Expenditure:						
<i>Costs of raising funds:</i>						
Investment management costs		1	10	-	11	12
Charitable Activities	7	727	37	-	764	756
Total expenditure		728	47	-	775	768
Gross Transfer Between Funds		-	-	-	-	-
Net income and expenditure before investment gains/(losses)		202	(10)	-	192	(78)
Net gains on investments		45	-	301	346	(199)
Net Movement of Funds		247	(10)	301	538	(277)
Reconciliation of Funds						
Total Funds brought forward	13	151	59	1,438	1,648	1,925
Total Funds carried forward	13	398	49	1,739	2,186	1,648

The notes on pages 17 to 23 form part of these accounts

Harrogate and District NHS Foundation Trust Charitable Fund
Statement of Financial Position At 31 March 2021

	Note	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total Funds 2021 £000	Total Funds 2020 £000
Fixed assets:						
Investments	10	76	-	1,739	1,815	1,414
		<u>76</u>	<u>-</u>	<u>1,739</u>	<u>1,815</u>	<u>1,414</u>
Current assets:						
Debtors	11	17	-	-	17	16
Cash at bank and in hand	11	342	49	-	391	269
		<u>359</u>	<u>49</u>	<u>-</u>	<u>408</u>	<u>285</u>
Liabilities:						
Creditors falling due within one year	12	(37)	-	-	(37)	(51)
Net current assets		<u>322</u>	<u>49</u>	<u>-</u>	<u>371</u>	<u>234</u>
Total assets less current liabilities		<u>398</u>	<u>49</u>	<u>1,739</u>	<u>2,186</u>	<u>1,648</u>
Net assets		<u>398</u>	<u>49</u>	<u>1,739</u>	<u>2,186</u>	<u>1,648</u>
The funds of the charity:	13					
Endowment funds		-	-	1,739	1,739	1,438
Restricted income funds		-	49	-	49	59
Unrestricted income funds		398	-	-	398	151
Total charity funds		<u>398</u>	<u>49</u>	<u>1,739</u>	<u>2,186</u>	<u>1,648</u>

The notes on pages 17 to 23 form part of these accounts

Steve Russell

Chief Executive - Mr Steve Russell..... Date: 24 November 2021

J. Coulter

Finance Director - Jonathan Coulter Date: 24 November 2021

Harrogate and District NHS Foundation Trust Charitable Fund - Notes to the Accounts

1. Accounting Policies

(a) Basis of preparation

The accounts have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015. In these Financial Statements, the Charity has applied the exemptions available under (FRS 102) in respect of preparing a cash flow and related notes.

The accounts have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements have been prepared on a going concern basis which the Trustees consider to be appropriate for the following reasons. The business model of the charity is such that its charitable activities are limited to those which it has sufficient funds to support from the excess of funding received over the costs of administering the charity. The charity therefore has no specific commitments and no committed costs beyond its fixed costs of operation which are detailed in note 6.

The Trustees have reviewed the cash flow forecasts for a period of 12 months from the date of approval of these financial statements which indicate that the charity will have sufficient funds to meet its liabilities as they fall due for that period. The Trustees have also considered the implications of COVID-19 on these cash flow forecasts and consider that as a result of its operating model explained above, even if no further funding is received in the 12 month period, the charity has sufficient cash reserves to pay all committed costs. Consequently, the Trustees are confident that the charity will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements.

(b) Funds structure

Unrestricted income funds comprise those funds which the Trustee is free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds, where the donor has made known their non binding wishes or where the Trustee, at its discretion, has created a fund for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor.

The charity has one permanent endowment fund. The income of the Elsie Sykes Endowment Fund can be used for medical equipment or medical research (excluding transplant or vivisection work).

The major funds held in each of these categories are disclosed in note 13.

(c) Incoming resources

All incoming resources are recognised once the charity has entitlement to the resources, it is certain that the resources will be received and the monetary value of incoming resources can be measured with sufficient reliability.

(d) Incoming resources from legacies

Legacies are accounted for as incoming resources either upon receipt or where the receipt of the legacy is virtually certain; this will be once confirmation has been received from the representatives of the estate(s) that payment of the legacy will be made or property transferred and once all conditions attached to the legacy have been fulfilled.

Harrogate and District NHS Foundation Trust Charitable Fund - Notes to the Accounts (continued)

1. Accounting Policies (continued)

(e) Resources expended

Expenditure is recognised when a liability is incurred and can be measured reliably.

(f) Irrecoverable VAT and Taxation

Irrecoverable VAT is charged against the category of resources expended for which it was incurred. Harrogate and District NHS Foundation Trust Charitable Fund is considered to pass the tests set out in paragraph 1 schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable trust for UK income tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Part 10 Income Tax Act 2007 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.

(g) Charitable activities

Costs of charitable activities comprise all costs incurred in the pursuit of the charitable objects of the charity. These costs comprise direct costs and an apportionment of overhead costs.

(h) Governance and support costs

Other resources expended comprise all costs incurred in the running of the charity. These costs include costs related to statutory audit together with recharge of staff salaries.

(i) Fixed asset investments

Investments are stated at market value as at the balance sheet date. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The investments are included in the balance sheet at the closing dealing price at 31 March 2021.

(j) Unrealised / realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sale proceeds and market value at the start of the year (purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and market value at the start of the year (or purchase date if later).

2. Related party transactions

Harrogate and District NHS Foundation Trust is the beneficiary of the charity. The charity has provided funding to the Foundation Trust for approved expenditure amounting to £645,000 (2020: £649,000). During the year none of the members of the Board of Directors or senior NHS Foundation Trust staff or parties related to them were beneficiaries of the charity.

No member of the Board of Directors has received honoraria, emoluments or expenses in the year in respect their service to the charity. The Trustee has not purchased trustee indemnity insurance.

Harrogate and District NHS Foundation Trust Charitable Fund - Notes to the Accounts (continued)

3. Analysis of donations and legacies

	Unrestricted Funds £000	Restricted Funds £000	Total 2021 £000	Total 2020 £000
Donations	854	-	854	502
Legacies	56	-	56	106
	910	-	910	608

4. Analysis of income from fundraising events

	Unrestricted Funds £000	Restricted Funds £000	Total 2021 £000	Total 2020 £000
Other	11	-	11	24
	11	-	11	24

5. Income from investments

	Unrestricted Funds £000	Restricted Funds £000	Total 2021 £000	Total 2020 £000
Quoted investments (fixed asset investments)	9	37	46	58
	9	37	46	58

6. Allocation of Governance Costs

Governance costs were allocated between the restricted and unrestricted funds. The basis of allocation is on an average balance basis. This means that an average of the opening and closing balances of the funds is calculated. The overheads below are then allocated pro-rata (governance costs associated with the endowment funds are charged to restricted funds).

Apportionment of Governance Costs

	Unrestricted Funds £000	Restricted Funds £000	Total 2021 £000	Total 2020 £000
Staff Costs (see note 8)	80	25	105	97
Audit Fees (see note 9)	1	9	10	2
Computer Expenses	1	3	4	8
Total	82	37	119	107

Harrogate and District NHS Foundation Trust Charitable Fund - Notes to the Accounts (continued)

7. Analysis of charitable expenditure

The charity made funds available to Harrogate and District NHS Foundation Trust in support of a range of charitable activities.

	2021 £000	2020 £000
Medical Equipment	145	188
Staff Training	22	70
Computer Equipment	45	32
Staff Welfare and Amenities	239	49
Patient Welfare and Amenities	194	310
Governance costs (see note 6)	119	107
	764	756

8. Analysis of staff costs

There are no staff directly employed by the Charity. Recharges are made for Harrogate and District NHS Foundation Trust staff time. The recharge for the year ended 31 March 2021 was £105,000 (2020: £97,000).

9. Auditor's remuneration

The auditor's remuneration for the financial year ended 31 March 2021 was £9,576 the cost included within the financial statements was based on the agreed years remuneration and previous years under charge £2,376 (the auditor's remuneration for the financial year ending 31 March 2020 was £4,000).

10. Fixed asset investments

Movement in fixed asset investments	2021 £000	2020 £000
Market value brought forward	1,414	1665
Additions at cost	522	203
Disposals at carrying value	(467)	(255)
Realised Gain on disposals	55	6
Net Gains on revaluation	291	(205)
Market value as at 31 March 2021	1,815	1,414

Fixed asset investments:

Common investment funds	Percentage of the Portfolio		2021 £000	2020 £000
	2021	2020		
Fixed Interest Investments	14.10	15.70	256	222
Commercial Properties	0.80	1.90	14	27
UK Investments	37.00	44.10	672	624
Overseas Investments	48.10	38.30	873	541
	100.00	100.00	1,815	1,414

There are no direct investments held outside of the UK by the charity.

Harrogate and District NHS Foundation Trust Charitable Fund - Notes to the Accounts (continued)

11. Current assets

	2021 £000	2020 £000
Debtors: amounts falling due within one year		
Accrued income (see below)	7	8
Other debtors (see below)	10	8
	<u>17</u>	<u>16</u>

Accrued income comprises of £7,000 dividends declared before 31 March 2021 but not due to be paid until after the year end which will be received in the year ending 31 March 2022. Other debtors wholly represent any sums owed to the charity by a related party, Harrogate and District NHS Foundation Trust, at the year end for income collected by the Trust on behalf of the charity.

Analysis of cash and deposits

	2021 £000	2020 £000
Government Banking Service	376	199
Investment Fund Manager	15	70
	<u>391</u>	<u>269</u>

12. Current liabilities

	2021 £000	2020 £000
Creditors: amounts falling due within one year		
Other Creditors (see below)	34	48
Accruals	3	3
	<u>37</u>	<u>51</u>

Other creditors and Accruals represent sums owed at the year end by the charity to a related party, Harrogate and District NHS Foundation Trust, for costs incurred by the Trust on behalf of the charity in the furtherance of the charity's objects.

Harrogate and District NHS Foundation Trust Charitable Fund - Notes to the Accounts (continued)

13. Analysis of Funds

	Balance at 1 April 2020 £000	Incoming Resources £000	Resources expended £000	Investment Loss £000	Balance at 31 March 2021 £000
Endowment Funds					
Elsie Sykes Endowment	1,438	-	-	301	1,739
	<u>1,438</u>	<u>-</u>	<u>-</u>	<u>301</u>	<u>1,739</u>
Restricted Funds					
Scanner Appeal	83	-	-	-	83
Other	(24)	37	(47)	-	(34)
	<u>59</u>	<u>37</u>	<u>(47)</u>	<u>-</u>	<u>49</u>
Material Unrestricted and Designated Funds					
Rheumatology RA- Team	22	-	-	1	23
Breast Care Services	14	11	-	1	26
Ferndale Ward Midwifery	27	-	(1)	3	29
Adult Community Services	94	50	(74)	4	74
Covid 19 Urgent appeal	-	200	(107)	-	93
Sir Robert Ogden Macmillan Centre	51	22	(31)	2	44
General Fund	(612)	426	(429)	-	(615)
Friends General Fund	53	21	(8)	-	66
Crem Fees	-	23	-	-	23
Linden Trust	19	1	-	-	20
Other	483	176	(78)	34	615
	<u>151</u>	<u>930</u>	<u>(728)</u>	<u>45</u>	<u>398</u>

The Trustee set an opening or closing balance of £20,000 or above as the threshold for reporting these funds.

Harrogate and District NHS Foundation Trust Charitable Fund - Notes to the Accounts (continued)

14. Description of Funds

Name of Fund	Description, nature and purposes of the fund
The Elsie Sykes Endowment Trust	This endowment was a gift from Elsie Sykes in 1978. The Trustee may spend the income receivable from the capital in order to fund medical equipment or medical research (excluding transplant or vivisection work).
Scanner Appeal	This fund is for the specific purchase of a Scanner by the Harrogate and District NHS Foundation Trust.
Rheumatology RA-Team	This fund has the designated objective to be used by the Rheumatology RA Team for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Breast Care Services	This fund has the designated objective to be used by the Breast Care Services for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Ferndale Ward Midwifery	This fund has the designated objective to be used by the Ferndale Ward Midwifery for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
Adult Community Services	This fund has the designated objective to be used by the Adult Community Services Teams for any charitable purpose relating to the NHS.
Covid 19 Urgent Appeal	This fund has general objects for any charitable purpose relating to the NHS.
Sir Robert Ogden Macmillan Centre	This fund has the designated objective to be used by the Sir Robert Ogden Macmillan Centre for any charitable purpose for the relief of sickness of patients who are or have been treated at any health care facility provided by the Harrogate and District NHS Foundation Trust.
General Fund	This fund has general objects for any charitable purpose relating to the NHS.
Friends General Fund	This fund has general objects for any charitable purpose relating to the NHS.
Crem Fees	This fund has general objects to improve the working lives and welfare of junior doctors.
Linden Trust	This is an award received by the charity in May 2018, to be used towards something strategic and has yet to be allocated to a project.

The Trustee set an opening or closing balance of £20,000 or above as the threshold for reporting these funds.

15. Parent organisation

These financial statements are consolidated within the Harrogate and District NHS Foundation Trust Consolidated Financial Statements.

16. Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the trustee has considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 if the restatement of comparative items were required. No restatements were required.