

SOUTH TYNESIDE AND SUNDERLAND NHS FOUNDATION TRUST CHARITABLE FUNDS

TRUSTEE ANNUAL REPORT 2021/2022

**SOUTH TYNESIDE AND SUNDERLAND NHS FOUNDATION
TRUST CHARITABLE FUNDS**

TRUSTEE ANNUAL REPORT

FOR THE PERIOD 1 APRIL 2021 – 31 MARCH 2022

SOUTH TYNESIDE AND SUNDERLAND NHS FOUNDATION TRUST CHARITABLE FUNDS

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Reference and Administrative Details of the Charity

Registered Address – Charity and Corporate Trustee

South Tyneside and Sunderland NHS Foundation Trust
Sunderland Royal Hospital
Kayll Road
Sunderland
SR4 7TP

The Charity was first registered by the Charity Commission as number 1052366 under a Declaration of Trust dated 7 December 1995 in respect of the former City Hospitals Sunderland NHSFT Charitable Funds (CHS), as amended 24 March 2020 to include the merger with the former Charity South Tyneside General Charitable Fund (ST), registered number 1059500, effective from 1 April 2020. From the 1 April 2020 the merged charity name is South Tyneside and Sunderland NHSFT Charitable Funds.

The Charity's working name is 'STS Charity'.

The Charity's single Corporate Trustee (the Trustee) is South Tyneside and Sunderland NHS Foundation Trust (STSFT).

The Trust Board of Directors (BoD) holding office from April 2021 to January 2023 are:

Chairman	John Anderson – to 31 March 2022
Chair	Allison Thompson – from 1 April 2022, previously non executive Vice Chair
Chief Executive	Ken Bremner
Executive Directors	Shahid Wahid – Executive Medical Director Hayley Wardle – Executive Director of Finance Melanie Johnson – Executive Director of Nursing, Midwifery and Allied Health Professionals Peter Sutton – Executive Director of Planning and Business Development Kath Griffin – Executive Director of Human Resources and Organisational Development
Trust Secretary/Director	Andrea Hetherington – Director of Corporate Affairs and Legal/Trust Secretary/Freedom to Speak Up Guardian
Non-Executive Directors	Stewart Hindmarsh David Barnes – stood down 31 March 2022 Paul McEldon

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Allison Thompson – Vice chair to 31 March 2022
Ngozi Lyn Cole – Chair of Charitable Funds Committee
Alan Clarke
Debbie Carrick-Sen
Mike Laker
Chris Gray – (non voting)
Martin Knowles – from 15 August 2022
Roy McLachlan – from 15 August 2022

Professional services are provided by:

Bankers

Lloyds Bank plc
54-55 Fawcett Street
Sunderland
SR1 1SE

NatWest bank plc
Government Banking services branch
1000 Cathedral Square
Cathedral Hill
Guildford
GU2 7YL

Investment brokers

Rathbone Investment Management Ltd
Earl Grey House
75-85 Grey Street
Newcastle upon Tyne
NE1 6EF

CCLA
Senator House
85 Queen Victoria Street
London
EC4V 4ET

Independent External Auditor

Ernst & Young LLP
Citygate
St James' Boulevard
Newcastle upon Tyne
NE1 4JD

Independent Internal Auditor

AuditOne
Kirkstone Villa
Lanchester Road Hospital
Durham
DH1 5RD

Trustee Report

Governance, Management and Structure

Whilst all Charities in the NHS must operate within the legal and regulatory framework laid down in the Charities Acts (plus any directions issued by the Secretary of State for Health), a Corporate Trustee has considerable discretion in determining how on a daily basis, the charity operates.

When the BoD is acting in the capacity of Corporate Trustee, there must be recognition that:

1. Charitable Funds are distinct from the exchequer funds provided by Government; and
2. In acting as Corporate Trustee the BoD has a separate and distinct responsibility for the administration of the Charitable Funds.

A Corporate Trustee cannot delegate its statutory duties and remains accountable for the Charity's performance but day to day management, can be delegated.

To this end the Charitable Funds Committee (CFC) established on 1st April 2010 continues to oversee the administration of the Charitable Funds in accordance with any statutory or other legal requirements or best practice required by the Charities Commission.

CFC Terms of Reference – as updated November 2022

Membership

Voting members:

- 2 Non-Executive Directors (one of whom is chair of the CFC)
- 2 Directors
 - Executive Director of Finance
 - Executive Director of Nursing, Midwifery and AHPs (Allied Health Professionals)
- 2 Public Governors

In attendance:

Director of Corporate Affairs and Legal/Trust Secretary/Freedom to Speak
Up Guardian
Associate Director of Finance - Financial Services

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In attendance by invitation:

Charitable Fundraiser (part of Corporate Affairs function)
External Audit for the presentation of the Accounts
Investment Manager
Any others as required by the Committee

Quorum:

Minimum two members, who must include an Executive and Non-Executive Director.

Voting members during the period April 2021 to January 2023:

Ngozi Lyn Cole	- Chair
David Barnes	- Non-Executive Director - retired 31 March 2022
Hayley Wardle	- Executive Director of Finance from 1 April 2021
Melanie Johnson	- Executive Director of Nursing, Midwifery and AHPs
Anita Hagon	- Sunderland Public Constituency to 30 June 2021 and reappointed as Council of Governor Representative from September 2022
Karen White	- South Tyneside Public Constituency to June 2022
Joyce Welsh	- South Tyneside Public Constituency from 1 October 2021 until August 2022
Roy McLachlan	Non-Executive Director - from 15 August 2022
Martin Knowles	Non-Executive Director - from 15 August 2022
Angela Thompson	Council of Governor Representative from September 2022

CFC Duties

The Charitable Funds Committee will:

- 1 Ensure charitable funds are grouped in such a way that the wishes of the donors and the needs of the service are optimised.
- 2 Plan expenditure of charitable funds annually in accordance with Board policy.
- 3 Make recommendations to the Board of Trustees on issues of policy, investment and strategy.

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- 4 Review and approve any formal income generation schemes as they arise over £5,000.
- 5 Authorise or decline expenditure which has exceeded delegated limits of individual officers to ensure the duties of Trustees are adequately discharged.
- 6 Oversee and monitor the functions and responsibilities performed by the Executive Director of Finance as defined in the Standing Financial Instructions.
- 7 Monitor the use of charitable funds across the organisation, ensuring the scheme of delegation is applied appropriately and funds are utilised for the correct purposes.
- 8 Monitor the scheme of delegation for expenditure within agreed limits.
- 9 Receive regular feedback on signed off commitments above £5,000, and approve any expenditure above £20,000. (Expenditure in excess of £200,000 requires formal BoD approval as Corporate Trustee).
- 10 Ensure adherence to the Trust's Standards of Business Conduct for the ordering and receiving of goods and services.
- 11 Ensure the Board of Trustees is kept up to date with all matters relevant to their role.
- 12 The CFC is empowered with responsibility:
 - For the 'day to day' management of the investments of the Charitable Funds in accordance with the investment strategy set down annually by the Board of Trustees;
 - To oversee and approve the work of the Fundraising Strategy, setting the ambition over the medium and long term.
 - To liaise with donors and voluntary organisations to ensure wherever possible the assets donated are those most needed by the Trust,
 - To review fund balances to ensure active management and utilisation of these funds,
 - To ensure that procedures for Charitable Funds Investment decisions are made which preserves their capital value and produces a maximised return from prudent investment,
 - To ensure the appropriate risk registers and associated action plans are in place across the organisation for all risks relating to Charitable Funds. The Charitable Funds risk register will be reviewed every six months,

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- To ensure that the Investment Strategy is reviewed annually and approve any amendments as required,
- For the appointment of an Investment Manager to advise on investment matters and delegation of the 'day to day' management of some or all of the investments to the Investment Manager, in line with SFIs and Charities Commission requirements where relevant.
- The Committee will review and present the Charitable Fund Report and Accounts to the Board of Trustees

Conduct of Business

- 1 Meetings are held on a bi-monthly basis, a minimum of five meetings per year with notice of each meeting together with an agenda and papers being made available to each member no later than five clear days before the meeting.
- 2 The Executive Administrative Team shall provide administrative support to the Committee and maintain a schedule of matters arising and agreed actions.

Reporting and Review

- 1 The minutes of the Charitable Funds Committee meetings shall be formally recorded and submitted to the Board of Trustees. The Chair of the Committee will report to the Board of Trustees following each meeting on any issues for escalation.
- 2 The Committee will review its Terms of Reference and its effectiveness against the requirements of its Terms of Reference on an annual basis, and report the findings to the Board of Trustees.

In May 2018 the General Data Protection Regulation (GDPR) came in to force. Under this legislation, any personal data held (e.g. names of living or deceased persons) cannot be disclosed in this Annual Report unless the person has been informed and given consent. Some of the restricted funds held by the Charity were set up under the name of the bequestor. In these circumstances these personal names are not being disclosed in the Financial Statements and Trustee Annual Report (TAR).

The Charity is registered as an Umbrella Charity. Within the one registration, multiple funds are permitted, four of which are registered with the Charity Commission as 'Special Purpose Funds'. The Special Purpose restricted funds are:

- Fund 2470 - Two bequests for the benefit of Sunderland Eye Infirmary (one of which has a small portfolio managed by Rathbone Investment Management).
- Fund 4280 - Legacy for the benefit of Paediatric physiotherapy and assessment services located at the Children's Centre.

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- Fund 9245 - Bequest for the provision of flowers in the chapel on specified dates. Income was received as an endowment.
- Fund 3345 - Leukaemia and Lymphoma Research Fund from a legacy which has a small portfolio managed by Rathbone Investment Management.

The Annual Report and Annual Financial Statements have been prepared to comply with the requirements of FRS102 (Financial Reporting Standard 102), the Charities FRS102 SORP (Statement of Recommended Practice), the Companies Act 2006 and the Charities Act 2011.

The Trustee has had regard to Charity Commission guidance on public benefit in section 4 of Part 1 of the Charities Act 2011.

The information in the Charity's Annual Report regarding its activities and achievements is structured to allow the reader to see how the information sits with the Charity Commission aspects of Public Benefit Reporting and adds some detail to the financial data in the Financial Statements on pages 29 – 44.

The Charity Commission has set out the following guidance relating to the two aspects of public benefit:

The 'benefit aspect'

The 'benefit aspect' of public benefit is about whether the purpose is beneficial

Legal requirement: to satisfy the 'benefit aspect' of public benefit:

- a purpose must be beneficial - this must be in a way that is identifiable and capable of being proved by evidence where necessary and which is not based on personal views; and
- any detriment or harm that results from the purpose (to people, property or the environment) must not outweigh the benefit - this is also based on evidence and not on personal views.

The 'public aspect'

The 'public aspect' of public benefit is about whom the purpose benefits

Legal requirement: to satisfy the 'public aspect' of public benefit the purpose must:

- benefit the public in general, or a sufficient section of the public - what is a 'sufficient section of the public' varies from purpose to purpose; and
- not give rise to more than incidental personal benefit - personal benefit is 'incidental' where (having regard both to its nature and to its amount) it is a necessary result or by-product of carrying out the purpose.

The main purpose of the Charitable Funds, as contained in the Charity's Trust Deed 'object' clause is to 'apply income for any charitable purpose relating to the National Health Service'. In practice this is wholly or mainly for the services provided by South Tyneside and Sunderland NHS Foundation Trust.

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South Tyneside and Sunderland NHS Foundation Trust provides both acute hospital and community based healthcare services and serves a local population of approximately 430,000 residents with a wider catchment for more specialised services to a population as great as one million. There are no groups who are actively excluded from the potential to benefit from Charitable Funds resources.

Approximately 185 individual funds exist within the Charity registration. The majority of the Trust's wards and acute services have access to a fund. Geographically the funds exist to cover South Tyneside District Hospital, Sunderland Royal Hospital, Sunderland Eye Infirmary, the Durham Treatment Centre and community based services in South Tyneside, Sunderland and Gateshead.

Funds which are expected to hold a balance of £5000 or more can only be set up with CFC approval. Research funds would also require approval from the Head of the Research and Innovation Department. The scope for new research initiatives to sit fully within charitable funds continues to be limited partly due to the level of funding that may be required and where this funding might come from. Commercial and NHS funding cannot be included within charitable funds.

The existence of a fund to cover a specific ward, specialty, or activity is dependent on any or all of the following being received:

- Private individual donations, which include personal fundraising;
- Corporate sponsorship/support - freely given with no commercial gain or advantage to the donor – e.g. to support training events or equipment purchases;
- Legacies;
- Institutional support – e.g. from Universities in furtherance of pre-existing charitable research projects;
- Charity support – e.g. for equipment purchases or to develop training facilities or for General Purposes;
- Clinicians electing to waive their personal fee for private work and opting to have the fee donated to the Charity;
- Staff lottery; and/or
- Fundraising - Corporately organised.

Each fund has at least two designated managers. Fund managers have a delegated authority from the CFC to oversee their particular fund(s). Approval limits for authorising expenditure mirrored the controls in place for STSFT during 2021/2022 with the exception of standard fundholders who have a limit of up to £1,000 per transaction, which is lower than their limit for revenue transactions.

Any order valued at £5,000 or more requires a written proposal which must be presented to the CFC for consideration.

Any order which is Capital in nature (a fixed asset valued at £5,000 or more that will be donated to the Foundation Trust) must first receive approval to proceed from either the Capital Facilities Sub Group or the Capital Medical Equipment Sub Group. Any information technology (IT) requests must first be approved by the IT department.

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Capital orders of £50,000 and above must also be approved by the Capital Development Steering Group (CDSG).

Accounting functions and the day to day administration of the funds are handled by the Charitable Funds and Capital Finance Officer within the Financial Services Department, located in Ward 17, South Tyneside District Hospital, Harton Lane, South Shields, NE34 0PL. The charity has a financial ledger system which is operated independently from the STSFT's own system.

The Charity currently has investments managed by both the CCLA and Rathbones. In early 2021 the Investment Management contract re-tendered, and Rathbones was successful in being reappointed.

The investment broker Rathbones, as Nominee manages the investments on a discretionary basis and is required to provide at least a quarterly portfolio valuation and attend nominated CFC meetings to advise on performance, opportunities and possible market concerns. Its performance is reviewed annually by the CFC.

The Fixed Interest Holding investment with the CCLA was liquidated in October 2022 with the proceeds being retained in the Charity's main bank account attracting interest on a monthly basis, until Rathbones advise market conditions are favourable for further investments to be made.

The Nominee manages three portfolios, two of which resulted from legacies and are earmarked for specific funds. The portfolios are:

- The Main Portfolio - for the benefit of all funds except the Special Purpose Funds;
- Fund 3345 - Leukaemia and Lymphoma Research (Special Purpose Fund); and
- Fund 2470 – Incorporating a bequest for the benefit of the Eye Infirmary which has a small portfolio managed by Rathbone Investment Management. This is for the benefit of the Eye Infirmary, held within the Eye Infirmary General Purpose fund.

Risk and Assurance

The Charity has assessed the major risks to which it may be exposed and has put in place policies and procedures to mitigate these risks. In particular:

- The internal controls of STSFT have been adopted by the Charity;
- The Charitable Funds Administrator/Procurement Department/General Office verify that all items requested from the funds are adequately authorised and in accordance with the objects of the Charity; and
- The Charity maintains a register of potential risks which is reviewed every six months.

A significant area of uncertainty that affects the carrying value of assets held by the Charity is the performance of investment markets. The performance of the Investment Broker is reviewed as a minimum on a quarterly basis by the Trustee. The following projection covers up to 12 months following the 2021/22 audited accounts sign off.

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Based on the Charity's available cash resources at the date of the financial statements approval, the Trustee considers that there are no material uncertainties about the Charity's ability to continue as a going concern up to 31 January 2024.

Uncertainties over the level of future income constitutes a risk to the going concern of the Charity. To this end, expenditure commitments are logged and reviewed by the CFC to ensure they have not exceeded monies held as cash and cash equivalents.

The risks around investment balances have been mitigated through the holding of balanced portfolios fully managed through the Nominee where the asset allocation mirrors the Charity Commission recommendation that no one investment should on average comprise more than 5% of the portfolio. The Charity held units in a Fixed Interest investment with the CCLA until October 2022.

The Charity's operation and records are reviewed and tested by the external auditors Ernst & Young LLP (EY) both as part of STSFT's annual accounts audit and as part of the statutory annual audit on the information reported within the Charity's Annual Financial Statements. EY also review the Annual Report and report their audit findings to the CFC. In 2021/22 the Charity has received an internal audit by Audit One reporting on the internal controls and transactions spanning 2020/21 and the first quarter of 2021/22 the outcome of which was reviewed in the autumn of 2022.

Protecting vulnerable people and Data Protection

The Charity exercises care and sensitivity when engaging with its donors and any activities involving vulnerable people. As an NHS Corporate Trustee Charity, the Charity adheres to the Trust's Safeguarding, Equality Diversity and Human Rights, Dementia, Learning Disabilities, Mental Health Awareness, Freedom to Speak Up and Information Governance and Data Security policies.

Objectives and Activities

The Trust Deed permits funds to be used for any charitable purpose(s) relating to the National Health Service. The objective of charitable funds expenditure is to provide an enhancement to patient/public benefit by being over and above what would be provided as part of STSFT's core services whilst also fulfilling the Charity Commission requirements on 'public benefit'.

Donors may express a wish as to the application of a specific gift, providing it falls within the overall purpose of the Charity. Gifts received by way of legacies must be applied in accordance with the terms of the Will. The Charity does not accept legacies where it feels it cannot meet the terms of the Will. There are no funds to benefit specific named individuals, nor is any expenditure incurred that benefits a sole individual.

The CFC issues an 'Acceptable Spend Areas' list to senior managers, last updated in February 2021. It also contains a list of items that will not generally be funded via Charitable Funds.

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In practice, funds are expended mainly on amenities for patients, medical equipment purchases and training. Financial support for staff employed at Sunderland to extend their knowledge through training or research is available because it enhances the skill set used in the delivery and management of healthcare. Funding of staff reward and recognition awards and ceremony is permitted by the CFC, though during the financial year no events were held due to the ongoing impact of the Covid19 pandemic.

The CFC delegates day-to-day management of the funds to designated fund managers who may also be operational service managers, with responsibility that may include clinical input within STSFT. These managers can thus tailor expenditure to provide defined benefits that are available to all service users.

Donations are allocated to a designated fund on receipt, by reference to the source of the donation and to the donor's instructions, if expressed.

Fundraising

The post of Fundraising Officer was created in February 2016 as part of the Corporate Affairs function. The post-holder is tasked with raising the profile of the Charity, with the aim of increasing income from donations and fundraising. An increase in income would permit the Charity to increase its spending, benefitting the provision of healthcare.

Between April and December 2021 the fundraising officer concentrated on delivering elements of the Fundraising Strategy which aims to promote closer links with corporate supporters through a Business Club and developing the charity's presence on the STSFT website so the public have access to an online donation facility. There were no corporately organised fundraising events during 2021/22. Unfortunately the Fundraiser left the Trust in December 2021 and it has not been possible to appoint a suitable replacement.

The Charity voluntarily subscribes to the Fundraising Regulator and its Code of Fundraising Practice. The Regulator assumed responsibility for regulating fundraising from July 2016 and investigates and takes appropriate action on cases of public concern.

The Charity continues to run a monthly staff lottery draw. The lottery is licensed by the City of Sunderland Council under The Gambling Act 2005. The lottery proceeds may only be used for purposes falling within the Charity's objects clause.

Source and application of funds

Funds are used for both the purchase of relatively minor items for which NHS funding would otherwise not be available and also individual larger items of medical equipment or appropriate building work which are gifted to the Trust as donated Capital Assets and appear on the STSFT Statement of Financial Position.

The charitable funds have continued to provide a valuable resource to enable STSFT to provide additional facilities for patients and staff which otherwise would not have been possible.

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Sources of funds are principally individual donations and legacies. Fundraising by volunteers and also the staff lottery contribute towards income. Income received by way of fees for courses run by STSFT accounted for 3.54% of total income in 2021/22 (2020/21: 3.47%). This course fee income can only be held within charitable funds if the purpose is purely educational and the courses are not run for the purpose of income generation. The advancement of education is not the Charity's primary aim, but in providing education, that increased knowledge base allows for the development and advancement of healthcare delivery.

CHoICE, the wholly owned subsidiary company to STSFT, once again donated to the Charity. Procurement services are provided to STSFT by CHoICE, but CHoICE does not control what its donation is spent on, nor does it directly procure goods on behalf of the Charity. During 2021/22 CHoICE significantly increased its donation to the Charity with 2 donations each of £1,000k (2020/21: £1,000k).

Income from donations alone increased significantly in 2021/22 totalling £2,246k (2020/21: £1,457k), with legacy receipts totalling £103k (2020/21: £110k). There were no grants specifically given to assist with the Covid effort (2020/21 - £258k) however one Fundraising grant was received to benefit the Neonatal Unit, enabling the unit to order a nano scanner (delivered in 2022/23 financial year).

General personal donations were £214k (2020/21's £162k) with fewer donors but those who donated, gave more money to the Charity.

Achievements and Performance in support of the Charity's primary aim

Patient and staff welfare and amenities

Minor items of medical equipment (£9k) (2020/21 £15k) mostly to benefit the Trauma and Orthopaedics service with an observation machine, custom femoral cutting guide and, and a patient transfer scale for the Stroke ward.

Specialist staff:

The Haematology specialist nurse project being jointly funded through the Bright Red Charity based at the Freeman Hospital in Newcastle Upon Tyne came to the end of its contracted term in May 2021 (£9k before contribution from Bright Red charity of £4k) (£98k net 2020/21). Bright Red's three year support of this initiative is gratefully acknowledged. The administrative support to the multiple sclerosis (MS) service continued to be funded (£27k).

The Trust-wide Quality Improvement Facilitator nursing post ended its trial funding within charitable funds at the end of July 2021 (£16k).

The 'Thrive' staff psychology scheme being initially funded through donations and grants received in response to the Covid19 pandemic commenced in July 2021 (£98k). The scheme's aim is to help staff deal with the stresses experienced during both the height of and the recovery from the Covid19 pandemic.

The Tissue Viability nursing posts being trialled for one year across wards commenced in July 2021 (£53k).

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The Inclusion Advisor two year fixed term post being trialled from charitable funds commenced in April 2021 (£38k).

The post of bereavement lead within maternity services commenced in October 2021 (£24k). This trial project is being funded for two years from charitable funds.

All Cancer patient services (£39k): including the Cancer Patient Information Centre (the Rise Above Cancer fund) continued to support patients by making legal advice available through Legacare (£10k), and in conjunction with the Phoenix Unit bought in counselling services provided by Sunderland Counselling (£3k). An 8 month extension to the provision of a benefits advisor cost £23k, a service jointly funded with Sunderland City Council before the Council took over 100% of funding the service. Bandanas and scarves continued to be made available to cancer patients (£2k). The service continues to support patients' children by providing 'worry monster' therapy 'toys' (£1k).

In 2021/22 the Rise Above Cancer fund received £27k income from donations and spent £39k for the benefit of cancer patients and their families (2020/21: £42k income, £46k spent).

Rise Above Cancer is still affiliated to Macmillan and is supporting ever increasing numbers of patients. During the Covid19 pandemic, STSFT had to intermittently suspend the complementary therapy sessions to cancer patients and their carers, provided by Coping with Cancer North East however the service was retained and therapy sessions fully resumed again in June 2021.

The service benefits a range of cancers including breast, prostate, lung, bowel, liver, stomach, and gynaecological. The centre has also provided invaluable advice on benefits which during the Covid19 pandemic had to be telephone based. Patients still have access to Legacare services (£10k) for considerations such as drawing up a Will and guardianship. STSFT works closely with the cancer charity 'Look Good Feel Better' to hold monthly workshops to support patients coping with the physical effects of cancer by providing makeup sessions to help build patients' confidence and self-esteem. The workshops resumed in Sunderland in September 2021 after being on hold during the height of the Covid19 pandemic and are accessed by both Sunderland and South Tyneside patients.

Furniture and fittings (£25k) (£10k 2020/21): Included, physiotherapy recommended low back high seat chairs for care of the elderly and stroke wards (£19k), and tables (£3k), caretray trolleys (£4k), pharmacy fridge (£3k) for a study being conducted in gynaecology, and a refund of £4k for child friendly graphics in an X ray room being borne by a supplier.

Other (£26k) – There have also been a number of smaller value items funded during the financial year. For example, Christmas gifts for patients occupying a bed on Christmas morning and for children undergoing treatment in the week before Christmas (£12k), a patient education video was produced for Trauma and Orthopaedic patients (£2k), comfort packs made available to all wards as well as End of Life care packs provided to vulnerable patients being cared for at home (£3k), special blanket nests for parents to cradle babies on the Neonatal Unit (£3k), toys and therapy items for Paediatric and Neonatal areas, and the Alexandra Centre caring for dementia patients (£4k). A new

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initiative commenced trialling the Alzheimer Society soft toy reactive 'pets' to be made available to any dementia patient on any ward (£1k).

The Haven Court residence located on the site of South Tyneside District Hospital, whose patients are both short and long term, continued to provide amenities and activities for its residents ranging from a bird bath and wind chimes, plants, a selection of texts from world religions and party items to celebrate the centre's five year anniversary (£1k).

Contributions to NHS

The Charity also made contributions to the NHS worth £646k (2020/21: £464k) that are included under Donated Capital Assets in STSFT's Statement of Financial Position.

Examples of the equipment assets purchased include:

Head and Neck Directorate:

- Stealth Station (£101k) – Navigation and image guidance technology for ENT surgery – particularly skull base surgery.
- Intra oral scanner (£20k) – amongst various applications it reduces the need for impressions to be taken and therefore lab time, and allows images to be attached to CT scans
- Auditory brainstem response tool (£20k) – essential for the hearing assessment in new born babies and useful for children and adults as it does not rely on the individual making a response to sound themselves.

Ophthalmology Directorate

- Colour Fundus cameras x 3 (£39k) – the fundus camera provides both colour and angiographic images covering a 200 degree field of view.. It has proved to be very useful in assessing patients first seen in the Emergency Department and also Paediatrics.
- Optical Coherence Tomography (OCT) scanner (£36k) – used on patients with macular degeneration

Clinical Support – Radiology

- Portable ultrasound machine (£55k) – will facilitate ward based scanning and movement of outpatient scanning closer to clinics.
- Cardiothoracic medicine (£33k) Cardiac MRI scheme – of which specialist software to integrate with the Trust's MRI scanner was charged in 2021/22. Further costs to come in 2022/23.

Theatres Division

- Gamma probe (£30k) – a hand held minimally invasive tool which locates lymph nodes for removal by locating a trace given off by an injected agent.

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Training and Education Support

During 2021/22, 8 different course types were run by Sunderland Royal Hospital for both STSFT staff and professionals outside the Trust (2020/21: 6). As in previous years these include the Advanced Trauma Life Support (ATLS), Advanced Life Support (ALS), Advanced Paediatric Life Support (APLS), Neonatal Life Support (NLS, Immediate Life Support (ILS) and Paediatric Life Support (PLS), with more of the latter two taking place as Covid pressures allowed.

Experts to facilitate these courses are sourced from across the UK. Both qualified and trainee medical and nursing staff in the UK attend these courses to extend or maintain their skills in accordance with current best practice. Courses held in 2021/22 generated £92k at a cost of £65k (2020/21: £69k income, £39k costs). Expenditure includes equipment for course provision.

Course attendance consists of members of staff from STSFT.

Research

No research costs were incurred.

Achievements and Performance - Investments

Traded investments and cash - income totalling £81k (2020/21: £83k).

Traded investments - Rathbones		Fixed Interest Holding - CCLA		COIF** deposit accounts	
2021/22	2020/21	2021/22	2020/21	2021/22	2020/21
£000	£000	£000	£000	£000	£000
50	46	31	36	0	1

** Charities variable interest deposit fund held with CCLA Investment Management, an investment body serving charities, churches and the public sector.

Current account interest from all bank accounts amounted to £212 (2020/21: £82). There was no working capital invested on the short term money markets.

Portfolio investments through Rathbones provide an income stream which exceeds current account interest (as demonstrated above) and also aims to provide some capital growth in the long term to enable income streams to better withstand inflationary pressures.

In line with the ethos of promoting patient care, the Corporate Trustee attempts to ensure that all investments are ethically and environmentally sound, and are not opposed to the purpose of the Charity.

The investment strategy includes the following:

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The prime investment objective is to achieve a balanced portfolio between income and capital growth. The preferred level of investment risk is defined as 'Medium'. There should be no investment in companies associated with the production of Armaments, Alcohol or the Tobacco industry. Although not strictly prohibited, sensitivity should also be given to investments in other industries associated with Alcohol, Armaments or Tobacco production

Rathbone statement

'The financial year to 31st March 2022 began with investors focusing on the outlook for global inflation and plans by Central Banks to manage the economy towards a so-called 'soft landing' through a series of steady interest rate rises. However, any chance of a relatively calm year for markets was wiped out during the final quarter of the financial year following the invasion of Ukraine by Russia. The resulting spike in oil prices sent energy costs soaring following the invasion and Governments across Europe have had to step in to protect consumers and businesses alike. This cost of living crisis continues to dominate as inflation remains elevated and Central Banks have been forced to implement far more aggressive interest rate rises than expected in an effort to regain a level of control.

The portfolios remained invested within the agreed asset allocation ranges throughout the year and while Q1 2021/22 was negative, the investments managed to post an annual gain of 8.3%, slightly behind the composite benchmark gain of 9.1% but ahead of the 6% annualised spending target.

The outlook remains highly uncertain and markets remain volatile as investors weigh up the likelihood of Central Banks managing to curb spiralling inflation while a global recession hitting in 2023 looks likely. As long-term portfolios focused on delivering a positive real return, equities continue to make up the core of investment exposure which brings a correspondingly high level of short-term volatility. However, the portfolios remain well diversified and are well positioned to achieve the long-term investment objectives.'

The former CHS endowment and restricted funds continue to be invested in a Common Investment Fund (COIF) Deposit Account to preserve the initial capital value of the endowment element. The COIF Charities Deposit account interest rate fluctuated during the year but ended at 0.05% (2020/21: ending at 0.08%).

Financial Review of 2021/22

As at the 31 March 2022 the value of the funds was £8,555k. This represents a net increase of £1,433k on the 31 March 2021 Financial Statements value of £7,122k.

The increase comprises:

- £1,346k from income exceeding expenditure – income £2,598k less expenditure £1,252k (2020/21: income exceeded expenditure by £1,135k) principally due to the increased donation from CHOICE.

Plus net realised and unrealised gains on investments of £87k comprising:

- £145k from unrealised gains on the year end market value of the Charity's shareholdings with Rathbones (2020/21: unrealised gain with Rathbones £344k)
- £82k from unrealised loss on the year end market value of the Charity's Fixed Interest Holdings with the CCLA (2020/21: £15k loss)

SOUTH TYNESIDE AND SUNDERLAND NHS FOUNDATION TRUST CHARITABLE FUNDS

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- £24k from the realised gains on disposal of shareholdings with Rathbones (2020/21: realised gain on disposal with Rathbones £83k)

With Covid19 restrictions still in place during 2021/22 and reduced footfall around hospitals the Royal Voluntary Service (RVS) was still unable to resume its guaranteed gifting capability. CHOICE, the commercial enterprise wholly owned by the STSFT increased its donation to £2,000k (2020/21: £1,000k).

Please refer to note 2 of the Financial Statements for financial data surrounding income received.

The majority of volunteer fundraisers have very strong personal reasons for supporting a particular service. Most popular events are challenge events like the Great North Run, London marathon, Coast to Coast cycle ride. During the year one fundraiser via a football shirt raffle and crowdfunding raised £68k to support the purchase of a Videonasendoscope with stroboscope for Ear Nose and Throat services, another raised £7k for the Rise above Cancer fund and the Colorectal and Stoma care fund through doing the Pen-y-Ghent peak beginner trial

Thank you to all the individuals, groups, schools, churches, many fellowships and clubs and employers who have generously supported STSFT's Charitable Funds.

The total resources expended were £1,252k (2020/2021: £848k) an increase of £404k. This increase (47%) is primarily attributable to a number of pieces of medical equipment that have been considered and approved by the Charitable Funds Committee during the course of 2021/22.

The Trust has not yet been able to recruit to the Fundraising Officer post.

Expenditure spanned the usual range of patient amenities which include regular events such as Christmas presents for patients occupying a bed on Christmas Day, babies born over Christmas and children attending theatres and A&E over Christmas, staff amenities principally retirement and long service awards.

Reserves Policy

The Trustee's Reserves Policy forms part of the plan to provide long term support to STSFT for new equipment, patient and staff benefits, with free reserves held within the Charity's General Purpose Fund.

The Trustee intends that designated funds are spent within a reasonable period of receipt unless funds are reserved for major future developments and therefore foresee a need only to maintain reserves sufficient for general Trust-wide funding applications.

The Trustee continues to review the balances held within designated funds in accordance with the provisions of the NHS Acts relating to Charitable Funds, to determine whether these funds are likely to be committed in the near future and the extent to which there is

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a continuing need identified. In the event that the need identified no longer exists, those funds will be directed to the General Purpose Fund which is managed by Corporate Affairs. During the financial year balance transfers to the General Purpose fund amounted to £18k.

Free reserves held within the General Purpose fund amounted to £101k (£215k reported at 31 March 2021). This is equivalent to 1.1% of total fund balances (2020/21: 3%).

Future charges accounted for against this fund during 2022/23 include:

- £12k for retirement awards;
- £4k for patient 'Comfort Packs';
- £12k for Long Service awards for staff;
- £12k for gifts for patients in hospital on Christmas Day.
- £175k CFC approved bids during 2020/21 – bereavement lead midwifery, nursing, midwifery research 6 month secondments, mouth care practitioner, delivery suite staff rest room extension

Balances may be accumulated in an individual fund prior to the commencement of a project or the purchase of an expensive piece of medical equipment; this is to ensure that there are sufficient resources before commitment so that other earmarked funds are not placed at risk. STSFT is responsible for the day to day running costs and maintenance of equipment purchased through donated funds.

The CFC continues to take an active interest in reviewing fund usage to establish that funds are used appropriately and in a timely, controlled manner.

There are no funds in deficit.

Our Thanks

We greatly value the support we received from CHOICE for donating profits to the Charity and look forward to engaging with the RVS again and also the League of Friends who supported initiatives at South Tyneside District Hospital, pre Covid 19.

As always, the Charity is grateful to the countless volunteer fundraisers who dedicate time and energy to raising funds for a number of specific services. Whatever the value of a donation made, we are grateful to all our donors and we acknowledge that for many, 2021/22 continued to be a challenging year both financially and emotionally. We value the letters of thanks that are received, and our sympathies remain with families and friends who donate or continue to fundraise in memory of loved ones.

Without the on-going and tireless support of organisations, volunteers, individuals and their families, the Charity would not be able to pursue the many projects undertaken this year. To all of our donors we give our thanks and hope for your continued support in the years to come.

Plans for the Future

SOUTH TYNESIDE AND SUNDERLAND NHS FOUNDATION TRUST CHARITABLE FUNDS

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The Macmillan Patient Information Centre located at Sunderland Royal Hospital known as the 'Rise Above Cancer' fund continues to support the Personalised Patient Care Programme to look at Survivorship Activities Programmes and its sister centre has been established at South Tyneside District Hospital. Sadly, cancer services are still seeing an increase in referrals of patients with less than six months to live, with increasing numbers of younger patients with young children, for whom benefit advice and Legacare services are vital.

The monies donated by CHOICE were and will continue to be used to fund a number of major medical equipment purchases.

A project to install some fundraising contactless donation points, to be trialled at Sunderland Royal Hospital and South Tyneside District Hospital sites is being taken forward. Donors will be able to make a donation by debit or credit card. The initiative was halted because of Covid19 restrictions and the departure of the Fundraising Officer.

Significant schemes approved by the CFC in 2020/21 and 2021/22 which are crystallising in 2022/23 include:

- Cancer MDT IT video conferencing facilities at SRH and STDH - £108k
- Cardiac MRI – new service – equipment - £99k
- FDR nano mobile X ray unit for Neo Natal unit (from fundraising grant) - £70k
- Mouth Care practitioners 1.4wte 12 month pilot – Speech and Language Therapy - £70k
- Anterior segment Optical Coherence Tomography - £59k
- Cardiopulmonary testing exercise equipment - £35k
- Diathermy machine for Urology Treatment Centre - £17k


The fund balances carried forward to 2021/22 will continue to be used to enhance services and resources for the provision of healthcare by South Tyneside and Sunderland NHS Foundation Trust. In line with the legal requirement to provide and demonstrate wide ranging patient benefit, the most effective use of our Charitable Funds will continue to be monitored by the CFC.

SOUTH TYNESIDE AND SUNDERLAND NHS FOUNDATION TRUST CHARITABLE FUNDS

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To view the Charity's current and previous Trustee Annual Report and Financial Statements and for further information on areas such as Charities Act updates, Public Benefit Guidance and Good Governance please visit www.charitycommission.gov.uk.

By Order of the Trustee

Signed..........(Executive Director)

Dated.....26th January 2023.....

Statement of Trustee responsibilities

The Trustee is responsible for preparing the Trustee's Annual 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 and 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, the Trustee is required to:

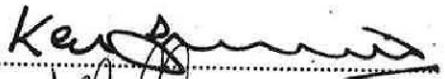
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP (FRS102);
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures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

The Trustee is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

On behalf of the Trustee

Signed:

Director



Date 26 January 2023

Director



Date 26 January 2023

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEE OF CITY HOSPITALS SUNDERLAND NHS
FOUNDATION TRUST CHARITABLE FUNDS**

Opinion

We have audited the financial statements of South Tyneside and Sunderland NHS Foundation Trust Charitable Funds for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cashflow and the related notes 1 to 14, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 "The Financial Reporting standard applicable in the UK and Republic of Ireland".

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 net income 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 below. 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 trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period to 31 January 2024.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the trustee's ability to continue as a going concern.

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 contained in the annual report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEE OF CITY HOSPITALS SUNDERLAND NHS FOUNDATION TRUST CHARITABLE FUNDS (CONTINUED)

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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 the 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 where 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
- ▶ sufficient accounting records have not been kept; 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 trustees' responsibilities statement set out on page 23, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the 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 management either intends to liquidate the charity or to cease operations, or has no realistic alternative but to do so.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEE OF CITY HOSPITALS SUNDERLAND NHS FOUNDATION TRUST CHARITABLE FUNDS (CONTINUED)

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

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

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect irregularities, including fraud. 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. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management.

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the charity and determined that the most significant are the Charities Act 2011 and Financial Reporting Standards FRS102.
- We understood how South Tyneside and Sunderland NHS Foundation Trust Charitable Funds is complying with those frameworks by understanding the incentive, opportunities and motives for non-compliance, including inquiring of management and those charged with governance and obtaining and reviewing documentation relating to the procedures in place to identify, evaluate and comply with laws and regulations, and whether they are aware of instances of non-compliance. We corroborated this through our review of the charity's board minutes and through enquiry of employees to verify charity policies and other information. Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures had a focus on compliance with the accounting framework through obtaining sufficient audit evidence in line with the level of risk identified and with relevant legislation.
- We assessed the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur by understanding the potential incentives and pressures for management to manipulate the financial statements, and performed procedures to understand the areas in which this would most likely arise. Based on our risk assessment procedures, we identified manipulation of reported financial performance (through inappropriate recognition of revenue) and management override of control to be our fraud risks.
- Our fraud risk on revenue recognition was specifically focused on inappropriate recognition of donations and legacies income in the period leading up the year end. We used a lower testing threshold when selecting our sample and tested each item to supporting documentation to confirm whether it had been appropriately recognised in the financial statements.

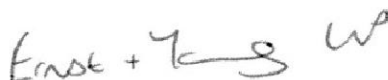
**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEE OF CITY HOSPITALS SUNDERLAND NHS
FOUNDATION TRUST CHARITABLE FUNDS (CONTINUED)**

- To address the fraud risk arising from management override of controls, we tested specific journal entries identified by applying risk criteria to the entire population of journals. For these transactions we tested back to source documentation to confirm that the journals were authorised and accounted for appropriately. We also tested all individually material transactions to identify any significant unusual transactions or transactions outside the normal course of business.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://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 Trustees, 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 charity's trustees those matters we are required to state to them in an auditors' 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 charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Ernst & Young LLP
Statutory Auditor
Newcastle Upon Tyne

Date 27 January 2023

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

SOUTH TYNESIDE AND SUNDERLAND NHS FOUNDATION TRUST CHARITABLE FUNDS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

FOREWORD

These financial statements have been prepared by the Trustee under Part 8 of the Charities Act 2011, and in accordance with the Charities Statement of Recommended Practice (FRS102).

STATUTORY BACKGROUND

For the Financial Year 2021/2022 South Tyneside and Sunderland NHS Foundation Trust (STSFT) was the Corporate Trustee of the Charitable Funds. STSFT was established on 1 April 2019.

The South Tyneside and Sunderland NHS Foundation Trust Charitable Funds are registered with the Charity Commission (registered number 1052366) and include funds in respect of services at the Sunderland Royal Hospital, Sunderland Eye Infirmary, South Tyneside District Hospital, as well as some Community services and services located at the Children's Centre, Sunderland. Prior to 1 April 2020 charity number 1052366 was registered as City Hospitals Sunderland NHS Foundation Trust Charitable Funds. The registered charity South Tyneside Trust General Charitable Fund, registered charity number 1059500, whose Corporate Trustee is also South Tyneside and Sunderland NHS Foundation Trust, merged with the registration number 1052366 on 1 April 2020. At the time of signing, the Charity Commission is yet to reflect the merger of charity number 1059500 on its website.

The Charity is a registered charity, and as such is entitled to certain tax exemptions on income and profits from investments, and surpluses on any trading activities carried on in furtherance of the charity's primary objectives, if these profits and surpluses are applied solely for charitable purposes.

MAIN PURPOSE OF THE CHARITABLE FUNDS

The main purpose of the Charitable Funds is to apply income for any charitable purpose relating to the National Health Service, for the services provided by STSFT.

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total 2022 Funds £000	Total 2021 Funds £000
Income from:						
Donations & Legacies	2	2,348	1	0	2,349	1,567
Grants	2.4	0	70	0	70	258
Charitable Activities	3	92	0	0	92	69
Other Trading Activities	4	6	0	0	6	6
Investments	9.3	77	4	0	81	83
Total Income		2,523	75	0	2,598	1,983
Expenditure on:						
Raising Funds	5	(58)	(1)	0	(59)	(24)
Charitable Activities	6	(1,121)	(72)	0	(1,193)	(824)
Total Expenditure	7	(1,179)	(73)	0	(1,252)	(848)
Net Gain on investments	9.1	79	8	0	87	412
Net Income / (Expenditure)		1,423	10	0	1,433	1,547
Transfer between funds		0	0	0	0	0
Net movement in funds		1,423	10	0	1,433	1,547
Reconciliation of Funds:						
Total funds brought forward		6,796	167	159	7,122	5,575
Total funds carried forward	13	8,219	177	159	8,555	7,122

All results derive from continuing operations.

All gains and losses recognised in the year are included in the above.

There is no material difference between the net incoming resources stated above and their historical cost equivalents.

BALANCE SHEET AS AT 31 MARCH 2022

	Notes	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total 2022 Funds £000	Total 2021 Funds £000
Non current assets						
Investments	9.1,9.2	3,648	142	0	3,790	3,713
Total non-current assets		3,648	142	0	3,790	3,713
Current assets						
Trade and other receivables	10	35	0	0	35	27
Cash and cash equivalents	11	5,109	105	159	5,373	3,531
Total current assets		5,144	105	159	5,408	3,558
Current liabilities						
Trade and other payables	12	(573)	(70)	0	(643)	(149)
Net current assets		4,571	35	159	4,765	3,409
Total net assets		8,219	177	159	8,555	7,122
Retained funds of the Charity						
Endowment Funds	13.1	0	0	159	159	159
Restricted Income Funds	13.3	0	177	0	177	167
Unrestricted Income Funds	13.5	8,219	0	0	8,219	6,796
Total retained funds of the Charity		8,219	177	159	8,555	7,122

The financial statements on pages 29 to 45 were approved by order of the Trustee on 26 January 2023 and signed on its behalf by:



KW Bremner

Chief Executive, South Tyneside and Sunderland NHS Foundation Trust, Corporate Trustee

STATEMENT OF CASHFLOW

	Year Ended 31 March 22 £'000s	(Restated) Year Ended 31 March 21 £'000s
Net income and expenditure for the reporting period	1,433	1,547
(Increase)/Decrease in current debtors	(8)	5
Investment income received	(81)	(83)
Net Gain on investments revaluation	(87)	(412)
Increase / (Decrease) in current creditors	494	(598)
Net cash inflow/(outflow) from operating activities	1,751	459
Disposal at sale proceeds values	219	677
Acquisitions at cost	(209)	(716)
Investment income received	81	83
Net cash inflow/(outflow) from investment activities	91	44
Net cash inflow/(outflow) cash and cash equivalents	1,842	503
Cash and cash equivalents at beginning of the period	3,531	3,028
Cash and cash equivalents at end of the period	5,373	3,531

The Statement of Cashflow ending 31 March 2021 has been restated to present investment income of £83,000 as an investing cash flow rather than presented as an operating cash flow as it was disclosed in error in the prior year. The net cash inflow from investing activities has been reduced by £83,000 from £542,000 to £459,000 and the net cash outflow from investing activities has been reduced by £83,000 from £39,000 to a net cash inflow of £91,000.

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting Policies**1.1 Basis of preparation**

These financial statements have been prepared under the historical cost convention as modified by the inclusion of investments at market value, in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective from 1 January 2015) – Charities SORP (FRS 102), the Companies Act 2006 and the Charities Act 2011.

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

The Charity constitutes a public benefit entity as defined by FRS 102.

The Trustee considers that there are no material uncertainties about the Charity's ability to continue as a going concern.

The uncertain economic outlook and the variability in income from donations and legacies year-to-year represents a significant area of financial uncertainty for the Charity. The Charity mitigates this risk through maintaining diversity in its income streams and upholding expenditure authorisation controls to prevent over-commitment of funds. Therefore, this is not anticipated to represent a risk to going concern.

A significant area of uncertainty that affects the carrying value of assets held by the Charity is the performance of investment markets. The performance of the Investment Broker is reviewed as a minimum on a quarterly basis by the Trustee.

The Charity's functional and presentational currency is the pound sterling.

1.2 Structure of funds

Where there is a legal restriction on the purpose to which a fund may be put, the fund is classified either as:

- A restricted fund; or
- an endowment fund.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor. Where the restriction requires the gift to be invested to produce income but the Trustee has the power to spend the capital, it is classed as expendable endowment.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor. Where the restriction requires the gift to be invested to produce income but the Trustee has the power to spend the capital, it is classed as expendable endowment.

Endowments are held as expendable endowments unless there is a specific term in the bequest stating the capital element should be held in perpetuity. Under such bequests, the capital value will be maintained, income generated by capital in perpetuity can be spent.

Unrestricted income funds comprise those funds which the Trustee is free to use for any purpose in furtherance of the charitable objects.

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

1.3 Income

a) Donations, staff lottery, royalties, investment income, course and conference fees:

All income is included in full in the Statement of Financial Activities as soon as the following three factors can be met:

- (i) entitlement – arises when income is receivable or the Charity's right becomes legally enforceable;
- (ii) probable – when it is more likely than not that the income will be received; and
- (iii) measurement – when the monetary value of the income can be measured with sufficient reliability and the costs incurred for the transaction can be measured reliably.

Where there are terms and conditions attached to income, particularly grants, then these terms or conditions must be met before the income is recognised as the entitlement condition will not be met until that point. Where terms or conditions have not been met or uncertainty exists as to whether they can be met then the relevant income is not recognised in the year but deferred and shown on the balance sheet as deferred income.

Income, except for investment income, is allocated to a fund in accordance with the donor's/payer's intention. Investment income is held in suspense funds prior to being apportioned, except for dividends and interest received from two of the portfolios which are allocated direct to funds.

b) Legacies:

Legacies are accounted for as income once the receipt of the legacy becomes probable or is within the control of the Charity. This will be once confirmation has been received from the representatives of the estate that payment of the legacy will be made or property transferred and once all conditions attached to the legacy have been fulfilled.

Legacies are allocated to a fund servicing the area of benefit as defined in the bequestor's Will.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**1 Accounting Policies (continued)****1.3 Income (continued)****c) Staff Lottery:**

Income is recorded net of the cost of prizes. The Lottery policy states that 50% of proceeds are allocated in prize monies, therefore only income available to the Charity is recorded in the financial statements.

d) Investment income apportionment:

Common deposit fund interest (COIF) relating to the former CHS charity is apportioned over the former CHS endowment funds and all of the restricted funds using the average balance on the fund; any surplus is apportioned to all unrestricted funds. The former ST COIF is apportioned over all funds using the average balance of the fund excluding the former CHS endowment fund.

Traded fixed asset investments dividends and interest result from three portfolios:

The main portfolio relates to unrestricted funds and is apportioned at the same time as the support costs apportionment, on the basis of the fund average balance as a proportion of the total fund average balances.

The second portfolio relates to one restricted fund and income is allocated direct to the fund.

The third portfolio relates to one unrestricted fund and income is allocated direct to the fund.

Income from Fixed Interest holdings is apportioned over all unrestricted funds and ST restricted and endowment funds.

1.4 Transfer of Funds

Common deposit fund interest apportioned over endowment funds is transferred to respective restricted funds at the same time as the support cost apportionment. See notes 13.1 and 13.3.

1.5 Liabilities

All expenditure is recognised once there is a known legal or constructive obligation to make a payment to a third party. Liabilities have been recorded at settlement value.

1.6 Expenditure expended

The Charitable Funds' financial statements are prepared in accordance with the accruals concept.

a) Costs of generating funds:

The costs of generating funds are the costs associated with generating income for the Charitable Funds. The costs incurred relate to operating the staff lottery, investment portfolio management fees and pay and non-pay relating to the Charity fundraiser working within the Corporate Affairs department. In 2021/22 the Charity Fundraiser was no longer seconded to the Trust Covid effort, but did leave the Trust in December 2021.

b) Costs of Charitable Activities – Support Costs:

These are accounted for on an accruals basis and include recharges of appropriate proportions of the salary costs from South Tyneside and Sunderland NHS Foundation Trust of 1.07 whole time equivalent post. There are no staff directly employed by the Charity. Bank charges relating to the operation of the Charity's non-exchequer bank accounts are included, as well as software licence and maintenance fees charged by the suppliers of the Charitable Funds database systems.

Support costs are inclusive of Governance costs – see (d).

Support costs are allocated across all funds at the year end on the basis of the fund average balance as a proportion of the total fund average balances. A new database was installed in March 2021

c) Costs of Charitable Activities – Research Activities:

Research via Charitable Funds must comply with any requirements contained in the Charities Act, and also Charity Commission guidelines. In addition, South Tyneside and Sunderland NHS Foundation Trust has a research policy, ratified by the Trust via its Research and Development Steering Group, which involves vetting and approval by the Trust's Scientific Review Committee and externally by an approved Research Ethics Committee. Charitable constraints mean that only a select few projects would meet charitable criteria.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**1 Accounting Policies (continued)****1.6 Expenditure (continued)****d) Governance costs:**

This includes only those costs attributable to generating the information required for public accountability (i.e. financial statements and Trustee Annual Report preparation).

The costs include an appropriate proportion of salary costs relating to the Charitable Funds Administrator and review costs by the Capital Accountant, recharged from South Tyneside and Sunderland NHS Foundation Trust at 0.04 whole time equivalent.

The fee for the annual external audit is accrued within this category.

1.7 Fixed Assets

The Charity does not hold any fixed assets.

Any purchases of goods which satisfy the fixed asset criteria are gifted to South Tyneside and Sunderland NHS Foundation Trust under "Contribution to NHS" – see notes 6.1 and 14.2. These are then accounted for within the STSFT balance sheet under Donated Fixed Assets.

1.8 Cash and cash equivalents

Cash at bank and in hand is held to meet the day to day running costs of the Charity as they fall due. Cash equivalents are short term, highly liquid investments, usually interest bearing deposit accounts and the Investment management cash Dealing account.

1.9 Investments

All investments are held to provide an investment return for the Charity.

Traded investment non-current assets are shown at market value as at the balance sheet date. The valuation of listed investments is based on mid-market prices and is obtained from the Charity's investment broker Rathbone Investment Management Limited. The value of the Fixed Interest Fund holding with the CCLA is shown at mid market value as at the balance sheet date.

The value of unlisted investments is obtained by Rathbone Investment Management Limited from trading brokers.

Investments comprise a mix of UK Government Gilts, fixed interest bearing shares and bonds, FTSE 100 and 250 quoted stocks, overseas equities and a number of Alternative Assets including hedge funds, commodities and property trusts.

As per Charity Commission guidelines, no one investment on average comprises more than 5% of the total portfolio value. Some investment assets came to the Charity by way of bequests

All traded investment business is handled on a discretionary basis by the broker, who acts as a Nominee. The Trustee believes that the carrying value of the investment is supported by their underlying net assets.

1.10 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 sales proceeds and book value. An adjustment is made for previous unrealised gains being the difference between the previous year end market value and the book value.

It should be noted that under the arrangement with the investment broker, the cash proceeds from disposals and non-dividend income are held by the broker in a Capital Account pending reinvestment.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**1 Accounting Policies (continued)****1.10 Realised gains and losses - continued**

Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or date of purchase if later).

The above applies to the current and prior financial year.

1.11 Charity merger

On 1 April 2020, City Hospitals Sunderland Charitable Funds merged with South Tyneside General Charitable Fund (reg no 1059500) to become South Tyneside and Sunderland NHS Foundation Trust Charitable Funds, (working name STS Charity), registration number 1052366. Also see Foreword page 25 for more detail.

1.12 Reserves Policy

The Charity Commission notes that Trustees "should" rather than "must" have a policy, and notes having a reserves policy will help Trustees comply with their legal duty which includes:

- Acting in the interests of their charity and its beneficiaries;
- protecting and safeguarding the assets of their charity; and
- acting with reasonable care and skill to ensure their charity is accountable.

In practice this means the reserves policy should:

- Fully justify and clearly explain the reason for keeping or not keeping reserves;
- identify a plan for the maintenance of essential services for beneficiaries;
- reflect the risks of unplanned closure associated with the charity's business model, spending commitments, potential liabilities and financial forecasts; and
- help to address the risks of unplanned closure on their beneficiaries (in particular, vulnerable beneficiaries), staff and volunteers.

Given that both restricted funds and endowments already have an accounting framework in place to ensure they are managed appropriately, this policy will apply to the unrestricted funds; the restricted funds will be managed in line with the donor's restrictions.

Noting the above, South Tyneside and Sunderland NHS Charitable Funds will ensure it holds sufficient cash reserves to:

1. Meet all outstanding agreed commitments at any one point in time;
2. Retain sufficient funds to meet 18 months of annual operational costs at any one point including funding the following roles:
 - a. Fund Raising Officers
 - b. Charitable Funds Accountant and assistant.
 - c. Cost of third party system support such as the finance database.
3. Retain a cash balance of between £0.500m and £1.000m at any one point in time to ensure working capital commitments can be managed including covering the cost of purchasing medical equipment and agreed salaries.

Any remaining funds will be managed in line with the investment management policy using the nominated investment broker in contract at the time.

Where fund balances are considered higher than may be expected the Trustees will seek to obtain strategic spend plans from the Foundation Trust, these however, will take into account operational commitments at the time which may mean funds are indeed retained until an appropriate point in time is reached where for example capital investments could be made to a ward or other operational area.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**1 Accounting Policies (continued)****1.13 Prior year adjustments**

There has been no change to the financial statements of prior years other than reflecting the merger of City Hospitals Sunderland NHS Charitable Funds and South Tyneside NHS Charitable Funds.

1.14 Exemption from Corporation Tax

South Tyneside and Sunderland NHS Charitable Funds is a registered Charity, subject to the taxation reliefs applicable to charities. All income is applied in furtherance of the objectives of the Charity, it is exempt from

1.15 Financial Instruments

Financial assets and financial liabilities are recognised when the Charity becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a finance transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

The Charity only holds financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due. Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account. Creditors and provisions 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 and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

1.16 Critical accounting judgements and key sources of estimation uncertainty

In the application of the Charity's accounting policies, which are described in notes 1.1 to 1.13, the Trustee is required to make judgements, estimates and assumptions about the carrying amounts 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 on-going 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 Trustee does not consider there are any critical judgements or sources of estimation uncertainty requiring disclosure beyond the accounting policies listed above.

1.17 Covid19 and Ukraine conflict

The United Kingdom national lockdown took effect on 23 March 2020 and the effects of Covid19 did not have a lasting discernible impact on the charity. The value of investments held by the charity, managed by the nominee Rathbone Investment Management, had recovered from any initial losses from when the pandemic struck. The conflict in the Ukraine has had a more marked impact on traded investment values, with values falling during 2021/22. However, in the first quarter of 2022/23, values have recovered significantly so that the portfolio values have only dropped by 1% overall, thanks in part to the selective trading decisions taken by investment broker.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Income from
donations &
legacies

	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total 2022 Funds £000	Total 2021 Funds £000
2.1 Donations					
Donations from individuals	213	1	0	214	162
Donations from charities	4	0	0	4	24
Corporate donations	2,016	0	0	2,016	1,265
Non corporate donations	12	0	0	12	6
	2,245	1	0	2,246	1,457

Analysis of donations from individuals

	£000 received		Number of deposits	
	2022	2021	2022	2021
Individuals giving > £1k	78	38	26	16
Individuals giving > £100	78	67	249	211
Fundraising - voluntary (not via STSFT)	50	21	14	50
Other	8	36	200	363
Totals	214	162	489	640

2.2 Legacies

	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total 2022 Funds £000	Total 2021 Funds £000
Rehab and Elderly Medicine	0	0	0	0	40
Medical Specialties	100	0	0	100	42
Ophthalmology	3	0	0	3	22
CardioThoracic Medicine	0	0	0	0	4
General Purposes	0	0	0	0	2
	103	0	0	103	110

In total 6 legacies were received during 2021/22, of which 2 are residuary sums received re prior years (2021/22: 10).

2.3 Total donations and legacies

	2,348	1	0	2,349	1,567
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2.4 Grants

	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total 2022 Funds £000	Total 2021 Funds £000
Grants from Charities					
Red Sky Foundation	0	70	0	70	0
NHS CT - NHS Charities Together	0	0	0	0	198
CHSA - Covid19 Healthcare Support Appeal	0	0	0	0	60
	0	0	0	70	258

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Income from charitable activities	3	Unrestricted	Restricted	Endowment	Total	Total
		Funds	Funds	Funds	2022	2021
		£000	£000	£000	Funds	Funds
					£000	£000

Course and conference fees	92	0	0	92	69
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8 different course types were held (2021/22 : 6).

Income from other trading activities	4	Unrestricted	Restricted	Endowment	Total	Total
		Funds	Funds	Funds	2022	2021
		£000	£000	£000	Funds	Funds
					£000	£000

Staff lottery	6	0	0	6	6
	6	0	0	6	6

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Details of Fundraising expenditure	5	Unrestricted Funds	Restricted Funds	Endowment Funds	Total 2022 Funds	Total 2021 Funds
		£000	£000	£000	£000	£000
Bought-in services from NHS		(35)	0	0	(35)	(2)
Investment Broker fee		(19)	(1)	0	(20)	(19)
Corporate Fundraising non pay		(4)	0	0	(4)	(3)
		<u>(58)</u>	<u>(1)</u>	<u>0</u>	<u>(59)</u>	<u>(24)</u>

All traded investment business covering all funds is handled by the Charity's investment broker, Rathbone Investment Management Ltd.

Bought-in services relate to salary recharges from STSFT in respect of managing the staff lottery £2k (0.09 wte- whole time equivalent) and the corporate charity fundraiser post £33k (0.75wte - leaver end December 2021).

Details of Charitable activities expenditure	6	Unrestricted Funds	Restricted Funds	Endowment Funds	Total 2022 Funds	Total 2021 Funds
		£000	£000	£000	£000	£000
6.1 Cost of Charitable Activities						
Patients' welfare and amenities		(238)	0	0	(238)	(231)
Course and conference costs		(65)	0	0	(65)	(39)
Contributions to NHS		(574)	(72)	0	(646)	(464)
Staff welfare and amenities		(176)	0	0	(176)	(41)
Support and governance costs		(68)	0	0	(68)	(49)
		<u>(1,121)</u>	<u>(72)</u>	<u>0</u>	<u>(1,193)</u>	<u>(824)</u>

Analysis of support costs expenditure	6.2	Staff / Patient Welfare and Amenities	Course and Conference Costs	Governance Costs	Research	Total 2022 Funds	Total 2021 Funds
		£000	£000	£000	£000	£000	£000
Support and governance cost							
Unrestricted		(42)	(6)	(19)	0	(67)	(49)
Restricted		0	0	(1)	0	(1)	0
		<u>(42)</u>	<u>(6)</u>	<u>(20)</u>	<u>0</u>	<u>(68)</u>	<u>(49)</u>

Support costs mainly relate to pay in respect of 1.07 whole time equivalent (wte) staff costs of which 0.04 wte was transferred to Governance in connection with the preparation of the statutory Annual Financial Statements and Trustee Annual Report. There are no staff employed directly by the charity therefore there have been no pension contributions made in the year. Non pay costs include bank charges and licence fees associated with the Charitable Funds database. In 2021/22 the internal audit charge was £3770. Governance costs include the statutory annual audit by Ernst&Young for 21/22 total £14275 exclusive of VAT (2020/21 £17,130) and an element of support costs detailed above.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Analysis of total expenditure	7	Costs of	Investment	Costs of	Governance	Total	Total
		Fundraising	Management	Charitable	Costs	2022	2021
		£000	Costs	Activities	£000	£000	£000
Other		(4)	0	(896)	0	(900)	(650)
Bought-in services from NHS		(35)	0	(273)	(3)	(311)	(163)
Investment Broker fee		0	(20)	0	0	(20)	(18)
Audit fees - internal audit provision		0	0	(4)	0	(4)	0
Audit fees - external statutory audit provision		0	0	0	(17)	(17)	(17)
		(39)	(20)	(1,173)	(20)	(1,252)	(848)

Grants made
to institutions
and individuals

- 8 During the year, the Charity made no grants to individuals or other institutions but funding was provided to STSFT for the benefit of patients, staff which could not be funded out of NHS operating expenses.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Analysis of
non current
asset
investments9
9.1

Traded Non Current Asset Investments:

	2022 Total £000	2021 Total £000
Managed Portfolios		
Market value at 1 April	2,570	2,104
Less: Disposals at Sales Proceeds values	(219)	(677)
Add: Acquisitions at cost	209	716
Net unrealised and realised gain / (loss) on sale and revaluation	169	427
Market value at 31 March	2,729	2,570
Fixed Interest Fund Holding		
Market value at 1 April	1,143	1,158
Less: Disposals at Sales Proceeds values	0	0
Add: Acquisitions at cost	0	0
Net unrealised and realised gain / (loss) on sale and revaluation	(82)	(15)
Market value at 31 March	1,061	1,143
Total non current asset investments	3,790	3,713
Historic cost at 31 March-Managed Portfolios and Fixed Interest Holding	4,221	4,139

9.2

Traded Non Current Asset Investments:

	31 March 2022 Total £000	31 March 2021 Total £000
<u>Investments listed on a recognised Stock Exchange:</u>		
In the UK	2,045	2,091
Outside the UK	183	60
<u>Unlisted securities:</u>		
In the UK	1,050	1,041
Outside the UK	512	521
Total	3,790	3,713

Analysis of
gross income
from
investments

9.3

Total gross income:

	2022 Total £000	2021 Total £000
<u>Investments listed on a recognised Stock Exchange:</u>		
In the UK	62	65
Outside the UK	0	0
<u>Unlisted securities:</u>		
In the UK	11	11
Outside the UK	8	6
Investments in a Common Deposit Fund	0	1
Current account / short term interest	0	0
Total	81	83

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Analysis of Trade and other Receivables	10	Amounts falling due within one year:	31 March	31 March
			2022	2021
			£000	£000
		Trade receivables	9	11
		Amounts due from STSFT	1	1
		Prepayments and accrued income	25	15
		Total receivables falling due within one year	35	27

Analysis of Cash and Cash Equivalents	11	Cash and cash equivalents	31 March	31 March
			2022	2021
			£000	£000
		Cash at commercial bank and GBS	4,849	2,997
		Notice Deposits (less than 3 months)	463	463
		Cash held in dealing account with Investment Broker	61	71
		Total cash and cash equivalents	5,373	3,531

Analysis of Trade and other Payables	12	Amounts falling due within one year:	31 March	31 March
			2022	2021
			£000	£000
		Amounts due to STSFT	(583)	(85)
		Trade payables	(49)	(30)
		Accruals and deferred income	(11)	(34)
		Total payables falling due within one year	(643)	(149)

Analysis of Funds	13	13.1 Endowment Funds	Balance					Balance	
			1 April	Income	Expenditure	Transfers	Gains on Disposals	Gains on Revaluations	31 March
Details of material funds - Endowment Funds			2022	£000	£000	£000	£000	£000	2022
			£000						£000
		Fund 1910 Legacy	157	0	0	0	0	0	157
		Fund 1900 Legacy	2	0	0	0	0	0	2
		Funds 1920-1940 Gifts	1	0	0	0	0	0	1
		Total	159	0	0	0	0	0	159

13.2 Description of funds

Fund 1910 Legacy	-	Capital in Perpetuity to purchase equipment at Sunderland Eye Infirmary.
Fund 1900 Legacy	-	Capital in Perpetuity to place "in memoriam" flowers in the Chapel.
Fund 1920	-	to benefit the Library
Fund 1930 +1940	-	to benefit Nursing

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Analysis of Funds 13 (Continued)

Details of material funds - Restricted Funds	13.3 Restricted Funds	Balance 1 April 2022 £000	Income £000	Expenditure £000	Transfers £000	Gains on Disposals £000	Gain on Revaluation £000	Balance 31 March 2022 £000
	Material funds							
	Leukaemia Research Legacy	97	5	(2)	0	2	5	107
	Orthopaedics bequest	35	0	0	0	1	0	36
	Neonatal Unit Legacy	13	0	0	0	0	0	13
	Other designated funds	22	70	(71)	0	0	0	21
	Total	167	75	(73)	0	3	5	177

13.4 Description of funds

Leukaemia Research Legacy	-	For leukaemia and lymphoma research.
Orthopaedics bequest	-	For the provision of an operating theatre bed specifically designed for people suffering from curvature of the spine
Neonatal Unit legacy	-	For South Tyneside neonates

Details of material funds - Unrestricted Funds 13.5 Unrestricted Funds

Details of material funds - Unrestricted Funds	13.5 Unrestricted Funds	Balance 1 April 2022 £000	Income £000	Expenditure £000	Transfers £000	Net Gain on Disposals £000	Net Gain on Revaluation £000	Balance 31 March 2022 £000
	Material funds							
	Medical Equipment purposes	1618	2,021	(330)	0	24		3,333
	NeoNatal Unit	315	82	(7)	0	4		394
	COVID 19	536	6	(209)	0	6		339
	Paediatric department	335	6	(7)	0	4		338
	General Purposes	430	35	(153)	0	5		317
	Rise Above Cancer	181	29	(42)	0	2		170
	SRH ICCU	47	111	(1)	0	1		158
	Glaucoma purposes	153	2	(10)	0	2		147
	Maternity Unit	138	2	(2)	0	2		140
	SRH Coronary Care	167	4	(99)	0	2		74
	Phoenix Unit - Chemotherapy	111	17	1	0	2		131
	Clinical Haematology	123	5	(11)	0	2		119
	SEI General Purposes	104	10	(60)	0	3		57
	Diabetes purposes Legacy	89	1	(1)	0	1		90
	Renal purposes	74	14	(1)	0	1		88
	SRH Ward D46 Stroke (prev E58,D41)	89	5	(8)	0	1		87
	Pharmacy department	75	6	(1)	0	1		81
	Orthopaedic Department	86	2	(16)	0	1		73
	STDH Cardiology bequests	65	1	(1)	0	1		66
	South Tyneside Community Planned Car	58	10	(3)	0	0		65
	Staff Lottery	62	12	(11)	0	1		64
	ENT/SALT purposes	61	1	(1)	0	1		62
	ALS course - resuscitation	45	49	(33)	0	1		62
	Elderly Medicine wards	75	1	(18)	0	1		59
	SRH Cardiology	57	1	(1)	0	1		58
	Gynaecology purposes	54	1	(3)	0	0		52
	Thoracic Medicine	50	2	(1)	0	1		52
	Other	1598	87	(150)	0	0	8	1,543
	Total Unrestricted Funds	6,796	2,523	(1,179)	0	71	8	8,219

Transfers: During 2021/22 there were transfers from four Medical Director funds to the Trust General Purpose fund.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Details of material funds - Unrestricted Funds (continued)	13.6 Description of funds
	<ul style="list-style-type: none"> - Medical Equipment purposes (incl CHOICE donation) - Larger items of medical equipment funded from CHOICE donations. - Neonatal Unit - Equipment and patient amenities for the Neonates service - COVID 19 - Trustwide in accordance with the objects of the Charity and conditions set by NHS Charities Together (incl Captain Sir Tom Moore distributions). - Paediatric department - Equipment and patient amenities across Paediatrics - General Purposes - Trustwide in accordance with the objects of the Charity. - Rise Above Cancer - Information, support and complimentary therapy treatment rooms on - formerly Cancer Support - Macmillan - Sunderland Royal and South Tyneside District hospital sites - SRH ICCU - Purposes benefitting the Intensive Critical Care Unit - Glaucoma purposes - Incorporating the GRAD@S fund, for glaucoma service purposes including research and development - Maternity Unit - Equipment for the maternity unit and purposes in accordance with the objects of the Charity - SRH Coronary Care - Equipment, patient amenities, training within the Unit. - Phoenix Unit - Chemotherapy - Equipment and patient amenities within the Unit - relocated - Clinical Haematology - Equipment, education and patient care in Clinical Haematology. - (formerly called Blood Disorders) - SEI General Purposes - For Eye Infirmary benefit in accordance with the objects of the Charity. - Diabetes purposes Legacy - For expenditure in accordance with the objects of the Charity. - Renal purposes - For expenditure in accordance with the objects of the Charity. - SRH Ward D46 Stroke - Equipment and patient amenities within the ward - (previously located on ward E58) - Pharmacy department - Equipment, training and education within the department. - Orthopaedic Department - Equipment, training and education within the department. - STDH Cardiology bequests - For expenditure in accordance with the objects of the Charity. - South Tyneside Community - For expenditure in accordance with the objects of the Charity. - Planned Care - Staff Lottery - Staff lottery draw - to benefit STSFT healthcare provision. - ENT/SALT purposes - For purposes including Head and Neck cancer services - ALS course - resuscitation - Advanced Life Support course delivery - Elderly Medicine Wards - For expenditure in accordance with the objects of the Charity. - SRH Cardiology - For expenditure in accordance with the objects of the Charity. - Gynaecology purposes - For expenditure in accordance with the objects of the Charity. - Thoracic Medicine - For expenditure in accordance with the objects of the Charity.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Trustee and
Connected
Persons
Transactions

14

14.1 Recharges from Corporate Trustee

STSFT, as Corporate Trustee of the Charity, incurred rechargeable expenditure on behalf of the Charity amounting to £946,017 (£790,403 2020/21). The rechargeable expenditure relates to the Charity's objectives, and represents the majority of the resources expended as shown in note 6.1. STSFT does not recharge any costs for services provided by its Directors.

An amount of £316,079 is included within payables for outstanding transactions not yet reimbursed. (£86,615 payable 2020/21).

14.2 Analysis of Contributions to NHS

The Charity provided the following capital donations to STSFT:

	2022	2021
	£000	£000
Equipment	646	381
Fixtures and Fittings	0	0
IT equipment	0	0
Buildings	0	83
	<u>646</u>	<u>464</u>

14.3 Trustee Indemnity Insurance

No indemnity insurance was provided to the Trustee in the year to 31st March 2022 (2020/21 Nil).

14.4 Related Party Transactions

The Charity has made revenue and capital donations to its Corporate Trustee, STSFT. The Corporate Trustee, which is the ultimate controlling party, consists solely of members of the Board of Directors who assume responsibility and accountability for the Charity.

During the year, none of the Directors or members of the key management staff or parties related to them has undertaken any private transactions with the South Tyneside and Sunderland NHS Foundation Trust Charitable Funds.

No member of the Board of Directors has been reimbursed "out of pocket" expenses by the Charity.

There were no loans or guarantees secured against assets of the Charity in the year to 31st March 2022 (2020/21 Nil).

The Charitable Funds received a donation of £2,000,000 (2020/21 £1,000,000) from City Hospitals Independent Commercial Enterprises Ltd (CHoICE), which is the subsidiary of STSFT.

The Charitable Funds did not place any non stock requisitions via CHoICE, but CHoICE did process minimal value stock items for Comfort Care/End of Life Care Packs £523, (2020/21: £83k building services)

Internal audit services are provided by AuditOne. David Barnes, Non - Executive Director is also Chairman of AuditOne.

Services provided to the Charity by AuditOne during the financial year 2021/22 were £3770 (20/21: nil).

14.5 Post Balance Sheet Event

There are no post balance sheet events