

Registered Charity Number: 1083876

Company Number: 04066700



Company limited by guarantee

Financial Statements and Annual Report

For the year ended

30 June 2022

East Anglian Air Ambulance

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Year ended 30 June 2022

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East Anglian Air Ambulance

Charity Details

Year ended 30 June 2022

The Trustees present their report and audited consolidated financial statements of the charity and the group for the year ended 30 June 2022 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association and Accounting and Reporting by Charities: Statement of Recommended Practice published in October 2019 applicable in the UK and Republic of Ireland (FRS 102).

Reference and administrative details

Registered charity name	East Anglian Air Ambulance
Charity registration number	1083876
Company registration number	04066700
Principal office and registered office	Helimed House Hangar 14 Gambling Close Norwich Airport Norwich NR6 6EG
The Trustees	E S Evans ACA - Chairman (appointed chairman 1 July 2022) * † D Astill † S Bourne † R S Holden LLB Solicitor, MCIPR* D G Richardson FCA (appointed 23 June 2022) * N R Savory FCA DL * T F Wells † A W Wilson MB, ChB, FRCS, FRCER, OBE Major General Sir William Cubitt KCVO CBE DL (retired 30 June 2022) P Walkinshaw DL (retired 8 December 2021) * Member of Finance Committee † Member of Nominations Committee
Chief Executive	M Jones MA MBA
Company Secretary	R Spencer FCA
Website	www.eaaa.org.uk

East Anglian Air Ambulance

Charity Details

Year ended 30 June 2022

Auditor	Crowe U.K. LLP Riverside House 40 - 46 High Street Maidstone Kent ME14 1JH
Solicitors	Birketts LLP Kingfisher House 1 Gilders Way Norwich NR3 1UB
Bankers	NatWest Bank plc 1 Broadland Business Park Peachman Way Norwich NR7 0WF Barclays Bank plc 3 St James Court Whitefriars Norwich NR3 1RJ Virgin Money plc Jubilee House Gosforth Newcastle upon Tyne NE3 4PL
Investment Managers	BNY Mellon Fund Managers Limited Client Service Centre PO Box 366 Darlington DL1 9RF

East Anglian Air Ambulance

Trustees' Report (including Strategic Report)

Year ended 30 June 2022

The Trustees present their report and audited consolidated financial statements of the Charity and the group for the year ended 30 June 2022 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association and Accounting and Reporting by Charities: Statement of Recommended Practice published in October 2019 applicable in the UK and Republic of Ireland (FRS 102).

Objectives and activities

The main activity of the East Anglian Air Ambulance (EAAA) is the provision of pre-hospital emergency medical (PHEM) care to predominantly life-threatening or life-changing accidents and medical emergencies, 24 hours a day, 365 days a year.

EAAA is tasked by East of England Ambulance Service ("EEAST") as part of the 999 emergency system and our crews are deployed by helicopter or rapid response vehicle (RRV), whichever is most suitable at the time of tasking.

The medical teams comprise highly skilled, experienced doctors and critical care paramedics (CCPs) using state-of-the-art equipment, delivered by the fastest means available. These HEMS (Helicopter Emergency Medical Services) teams have the capacity to save life by conducting advanced medical interventions wherever a patient has become ill, stabilise them so that they can then be transported to the most appropriate hospital for their needs.

The fully equipped helicopters, which deploy from EAAA bases at Norwich Airport and Cambridge City Airport, are able to deliver the medical teams to scene and transport patients quickly to the appropriate specialist hospital, sometimes over large distances.

In support of this main activity, we provide aftercare to our patients and their families, assisting them in their recovery and helping them come to terms with what can be life-changing events, and sometimes bereavement. This extends to facilitating peer-support groups and working with other organisations in partnership to ensure people have access to the help they need.

EAAA also works to improve outcomes for patients more widely, including:

- Following the relaxation of Covid-19 restrictions during the year, we recommenced basic and advanced life support training for the public and medical professionals respectively. This contributes to improving public knowledge of the chain of survival for cardiac arrest patients and increases the number of people able to deliver cardio-pulmonary resuscitation (CPR) and defibrillation, with a view to increasing out-of-hospital cardiac arrest survival rates which remain poor in the UK compared with some other countries.
- Investing in research and development to pioneer new lifesaving treatments through our Research, Audit, Innovation & Development (RAID) team, as well as generating evidence to support clinical best practice. We work in partnership with professional clinical bodies, universities, acute hospital trusts and other air ambulances to share information and support service improvements nationally and internationally.

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These activities were wholly in line with the charitable objects of the Charity which are:

- The relief of sickness and injury by the provision of emergency medical services and equipment and in particular by the provision of a helicopter air ambulance service or other emergency transportation wholly or mainly within the area served by the East of England Ambulance NHS Trust;
- For the benefit of the public and the advancement of health, the provision of training, research and education in the field of pre-hospital medicine and the treatment or prevention of sickness and injury; and
- The provision of health-related services by and including the provision of post-hospital support for patients.

Public benefit statement

The Trustees confirm that they have had due regard to the Charity Commission's guidance on public benefit and that the Charity meets the requirements in the advancement of its objects. The Board considers that the activities undertaken during the year are in line with EAAA's charitable objectives and deliver both the 'public' and 'benefit' aspects of public benefit; EAAA's critical care service is delivered to anyone who needs it and brings benefit through the provision of advanced skills to patients at the scene of their injury or illness and rapid onward transport to the most appropriate hospital for their needs.

Volunteers

The Charity is supported by a large number of volunteers over 240 of which contribute on a regular basis to our activities. Ordinarily they would support the Charity by coordinating collection tins, giving presentations to community groups and representing EAAA at events. Increasingly they provide administrative support in the Charity's offices, helping the Supporter Engagement Team, the Lottery and events teams and manning the welcome desk at Helimed House, our headquarters in Norwich. There are also volunteers in the life support training programme, helping the delivery of the Aftercare service, and of course, on the board of Trustees.

Volunteers play a significant part in all aspects of the Charity and provide a huge contribution towards its effective operation.

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Year ended 30 June 2022

Achievements & Performance

Emergency Medical Service

The activity of EAAA's crews started to return to pre-Covid levels in 2021/22, and in comparison with the previous year, can be summarised in the following table:

	2021/22			2020/21		
	Helicopter	RRV	Total	Helicopter	RRV	Total
Missions	1,481	1,054	2,535	1,434	1,198	2,632
Patients treated	1,106	694	1,800	1,022	747	1,769

The split across the counties of the East of England and beyond was as follows:

County	2021/22		2020/21	
	Number	%	Number	%
Norfolk	1,075	42.4%	1,181	44.9%
Suffolk	463	18.2%	491	18.7%
Cambridgeshire	527	20.8%	463	17.6%
Bedfordshire	113	4.5%	122	4.6%
Essex	172	6.8%	169	6.4%
Hertfordshire	181	7.1%	194	7.4%
Out of area	4	0.2%	12	0.4%

The incidents attended can be categorised as follows:

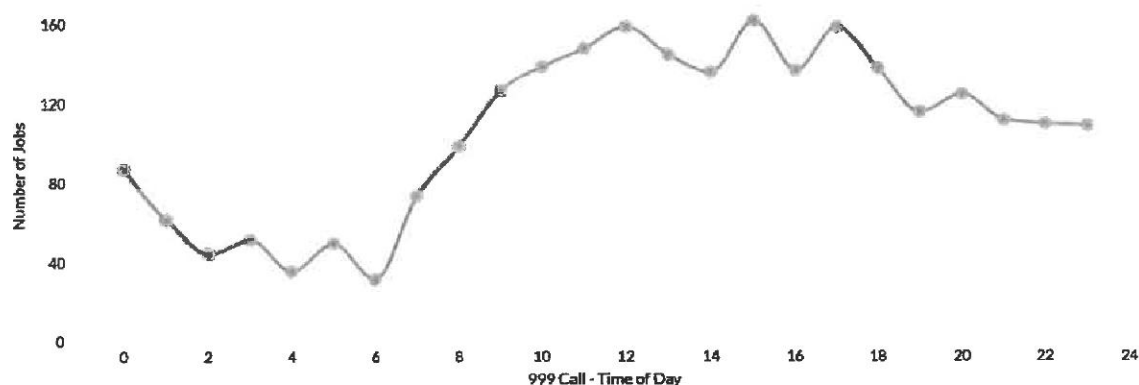
Incident Type	2021/22		2020/21	
	Number	%	Number	%
Cardiac arrest	443	24.6%	433	24.5%
Other medical emergencies	354	19.7%	371	21.0%
Road traffic collisions	386	21.5%	342	19.3%
Falls	268	14.9%	263	14.9%
Self-harm	125	6.9%	101	5.7%
Other accidental injuries	67	3.7%	76	4.3%
Sport/Leisure	66	3.7%	65	3.7%
Assault	60	3.3%	57	3.2%
Other	31	1.7%	61	3.4%

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EAAA commenced 24 hour operations by air from its Norwich base on 30 June 2021; the first time an emergency aircraft had been available 24 hours a day in the East of England. The end of this financial year therefore marked the first anniversary of this important achievement. Our activity during the 24 hour period over the year can be summarised as follows:



There has been a significant learning curve during the year both for our crews and for EEAST, whose control rooms task our crews, and our effectiveness and the activity during the early hours have gradually increased throughout the year.

EAAA was inspected by the Care Quality Commission (CQC), the healthcare regulator, in June 2022 with less than two working days' notice. We were delighted with the outcome which rated EAAA as "outstanding" overall and across all five domains of the CQC's inspection process (Safe, Caring, Responsive, Effective and Well-Led). This is a very proud achievement for all staff, and the culmination of many years of generosity from our supporters and hard work by everyone involved with the Charity.

East Anglian Air Ambulance

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Patient Outcomes

We continue to improve our approach to understanding patient outcomes and the impact that EAAA's service has had. This is heavily dependent on collaboration with other healthcare partners and data sharing with the many hospitals that we deliver our patients to, as well as sophisticated analysis against large datasets such as the Trauma Audit and Research Network (TARN). Accessing patient outcome information is important for our Aftercare service, to facilitate contact and offer support to our patients and relatives, and for our crews, to learn about the impact of their care. This is undertaken through data sharing agreements with hospitals and other partners across the region and access to the National Care Records Service.

We have pioneered analysis of out-of-hospital cardiac arrest outcomes across the East of England to understand the benefits of treatment that HEMS teams can bring, and to further our understanding of the effectiveness of treatments and interventions. Over the year we have ascertained that for the cardiac arrest patients EAAA has attended, 37% of them experience a return of spontaneous circulation, compared with 14% for those attended by a regular ambulance crew. This in turn feeds through to improvements in the chances of cardiac arrest patients successfully being discharged from hospital.

The RAID team has been crucial in this work and its profile increased markedly during the year. EAAA hosted its first dedicated PHEM research and development conference in November 2021 under the theme of 'Breaking Barriers: national data sets improving collaboration and outcomes in PHEM'. Over 470 people registered for the event with over 200 delegates joining live on the day. The diverse conference audience included UK-wide and international delegates, including participants from other air ambulances (19%), the NHS (55%) and universities (12%).

Aftercare

Our Aftercare service supported 530 patients and/or their families during 2021/22, with 24% of patients treated during the year, or people associated with them, receiving aftercare support themselves. This is an increase of 17% over the previous year and builds on rapid growth during 2020/21; during the Covid-19 Pandemic we have become more effective in making contact with our patients and/or their families. We are monitoring the effectiveness of the different contact methods we use, and whether we are equally effective with all ethnic groups and other measures of diversity. There is more to do here and we are constantly reviewing our approach and trialling new ways to achieve better results.

Life Support Training

Although community life support training activity was severely hampered by the Pandemic during the first half of the year, activity increased towards the summer with the appointment of both a full time manager and trainer. A group of volunteers has been trained to deliver the community programme, giving us the opportunity to scale up the operation considerably. Engagement with schools is an important part of the plan in the coming year.

Training medical professionals in Advanced Life Support (ALS) has also resumed this year, with the new one-day e-ALS courses held for the first time, with a glowing course and venue assessment by the Resuscitation Council regional representative. EAAA's clinical staff are almost uniquely qualified to deliver these courses given their extensive resuscitation experience and our courses are always over-subscribed.

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Year ended 30 June 2022

Operational Developments

Aside from establishing EAAA's 24/7 service by air, there were other noteworthy achievements during the year:

- Following EAAA's involvement in the national RePHILL pre-hospital blood trial, we started to carry blood products on the service in July 2021. This is a complex logistical and technical challenge but was achieved seamlessly with the support of our partners at Norfolk & Norwich University Hospital NHS Foundation Trust and Cambridge University Hospitals NHS Foundation Trust. During the year, 71 patients received blood during treatment and we are proud to say that not a single unit of blood was wasted.
- One of our Airbus H145 helicopters was significantly upgraded with the replacement of its four-rotor head to the new five-rotor head, the latest 'D3' specification for brand new H145 aircraft. This was negotiated as part of the new seven-year contract agreed with Babcock Mission Critical Services Onshore Ltd in 2021. This brings two main benefits to our operation:
 - Decreased vibration resulting in reduced crew fatigue and patient benefits (pain control, maintaining reliable monitoring and reduced risk of cardiovascular instability in severely injured patients) and making inflight patient interventions easier; and
 - Increased payload, allowing us to carry more equipment, sometimes a family member and most importantly more fuel to increase endurance, thereby reducing the need to refuel so often and increasing availability.
- The second aircraft should be upgraded in the first quarter of 2023.
- Work commenced on a second helipad at Helimed House. This will be positioned closer to our crew room, reducing activation times, and will also allow aircraft swaps to take place more efficiently with less downtime. We are very grateful to the HELP Appeal for funding this important development in our service.

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Year ended 30 June 2022

Financial Review

Results for the year

Overview

The Charity performed ahead of expectations in the financial year ended 30 June 2022 through careful cost management, resulting in an underspend across all areas, and better than anticipated income. We were also the fortunate beneficiary of a number of unusually large legacies towards the end of the year, resulting in a significant surplus.

Summary Financial Results	2022 £	2021 £
Total income	18,112,677	14,233,440
Total expenditure	(15,619,756)	(13,217,393)
Net (losses)/gains on investments	(319,559)	1,531,665
Net Income	2,173,362	2,547,712

Income

The Charity derives the majority of its income from fundraising activities, legacies and the Lottery (operated by its subsidiary company). It is important that the Charity has a diverse mix of income streams so it is less vulnerable to downturns in one income type or another. This also improves cash flow as some income is regular, whilst other income is seasonal.

Given the uncertainties over how the Pandemic would continue to affect everyone's lives, we began the year cautiously optimistic that we could maintain the previous year's income levels and rebuild our events income in particular. Thanks to the generosity of our supporters, we exceeded our original plans by building in all areas of our various income streams, with events returning to pre-Pandemic levels and donations for specific service improvements, such as Blood on Board, really boosting the income for the year.

Legacy income totalled £5.6m (2021: £3.5m), with an exceptional series of large legacy donations being recognised at the end of the year. In previous years, we have credited 25% of legacy income to the Designated Planned Capital Expenditure Fund (PCEF) to ensure we had sufficient funds to complete large projects, such as the construction of Helimed House. The extra income from legacies this year presents a unique opportunity to enable us to begin saving for other large projects we know we will need to complete over the next three to five years. Consequently, the Trustees elected to credit £1.4m to the PCEF.

Trading income from EAAA's trading subsidiary which manages the Lottery, Raffle and sale of merchandise increased by £0.3m to £6.7m. This increase was due to growth in the membership of the Lottery, offset by a reduction in the income from our Raffles.

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Year ended 30 June 2022

Expenditure

Expenditure rose across all areas, reflecting general inflationary pressures and also increased activity. This was the Charity's first year of operating 24/7 HEMS and the increase in costs compared with the year ended 2021 reflects this. In addition, the resumption of fundraising activity comes with associated costs. For example, last year Lottery costs were artificially low due to the inability to canvass for new members due to Pandemic restrictions. Thankfully, we maintained strong membership levels and have since been able to resume canvassing activities to ensure that the Lottery membership base is not only maintained but continues to grow.

Overall, however, costs remained below original planning assumptions in all areas of the Charity.

Liquidity

Although the Charity holds healthy reserves (see below) there is always a need to ensure sufficient working capital is held. This is particularly significant for the following reasons:

- 1) Our income comprises regular and seasonal inflows of cash, whilst our operating costs generally remain similar each month.
- 2) A large proportion of our current assets derives from legacy income in respect of which the cash has not yet been received.

The Charity and its trading subsidiary held the following liquid funds as at 30 June 2022:

Liquid funds	2022 £	2021 £
Investments	10,506,085	11,325,644
Deposit account	518,095	518,095
Current accounts	4,857,879	2,481,431
Total	15,882,059	14,325,170

The decrease in the value of the investment portfolio during the year is due to the drawdown of funds (£0.5m) to support working capital requirements and losses of £0.3m in the fund value (compared with a gain of £1.5m in 2021), reflecting the wider economic downturn seen in both domestic and global markets.

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Funds

The Charity and its trading subsidiary hold both Restricted and Unrestricted Funds.

Funds	2022 £	2021 £
Restricted funds	381,276	287,789
Unrestricted funds		
Designated funds	1,792,017	400,000
General fund	27,153,147	26,465,289
Total unrestricted funds	28,945,164	26,865,289
Total funds	29,326,440	27,153,078

Restricted Funds

Details of the Restricted funds, which amounted to £0.381m at 30 June 2022, are shown in note 17 to the financial statements. Primarily these funds relate to donations made for specific purposes, such as replacement of medical equipment and our Rapid Response Vehicles. These donations cannot be used for any other purpose.

Unrestricted Funds

Unrestricted Funds are the funds that are available to use as the Trustees see fit on furthering the Charity's objectives. They may be earmarked (deemed to be Designated Funds) for essential future spending – for example to fund a project that could not be met from future income alone. They also form the Reserves that the Charity holds to mitigate potential financial risks (termed the 'General Fund').

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Designated Funds

In order to plan for the future, the Charity sets aside funds for future capital projects in a Planned Capital Expenditure Fund (PCEF), the most recent example being the completion of the new Norwich base to facilitate 24/7 HEMS. Historically, 25% of income from legacies was allocated to the PCEF each year, with further enhancements by transfers from the General Fund, at the discretion of the Trustees.

The Trustees regularly consider future potential capital needs and envisage that the Charity is highly likely to need to relocate from its Cambridge base due to the planned sale of the site by the landlord. The Trustees have therefore elected to continue crediting 25% of legacy income recognised in the year (equating this year to £1.392m) to the PCEF so that the Charity can afford to complete this relocation in future years.

General Fund

The Trustees' policy is that 'free reserves' (i.e. excluding tangible assets such as land and buildings held for the Charity's use) within the General Fund should be held at a level equivalent to approximately 12 months' expenditure. As at 30 June 2022, the free reserves were £18.9m, being the equivalent of 12.9 months' planned expenditure for the year to 30 June 2023.

The Trustees consider it prudent to retain this level of reserves for ongoing working capital and to enable the Charity to continue in the event that:

- There is a temporary period of reduced income
- There is an unexpected increase in operational costs
- Unexpected financial risks materialise which have a negative impact on the financial position of the Charity

This approach has proved invaluable over the last two years, enabling the Charity to continue not only delivering current service levels but to press ahead with planned service improvements, such as operating HEMS 24/7. The policy also sets the Charity in good stead to face the current challenges of recession and inflation.

In determining the level of reserves required the Trustees have considered:

- Five-year budgets and forecasts
- Working capital requirements
- Changes in legislation relating to Lottery canvassing or other external pressures
- Fluctuations in legacy income
- The planned costs of future service developments
- Risks relating to a significant increase in planned voluntary income forecast over the next five years
- Potential increases in operational expenditure
- Stock market fluctuations
- Changes in Government policy relating to the provision of Air Ambulance services

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Year ended 30 June 2022

Investment policy

The majority of the Charity's reserves are held in investments and in cash in current or deposit accounts.

A portion of these reserves has been identified as funds required to meet cash flow needs during the next four years including:

- 1) Working capital
- 2) Expenditure out of restricted funds
- 3) Planned capital expenditure

The remaining reserves are held in an investment portfolio to provide capital growth whilst also generating income to support the ongoing activities of the Charity. Professional advice is taken on how the Charity's funds are invested and the primary purpose of the investments is to protect the value in real terms of the cash invested in them. The Charity chooses to invest with reputable fund managers who specialise in charities and comply with normal ethical codes of investment.

During the year, the Trustees routinely reviewed the Investment Strategy and, whilst the Trustees do not anticipate the need to realise the portfolio in the foreseeable future, they consider that the investments should be capable of being realised within six months.

The Trustees will continue to review the Investment Strategy in light of EAAA's new Strategy and current and future economic conditions, and will use appropriate expert advice to assist them in their decision making.

Going concern

The Charity's financial position and performance have been outlined in the financial review above. The Trustees have assessed projected future income, expenditure and cash flows and analysed the strength of the Charity's reserves and liquid assets. Consideration has been given to stability and diversity of various income streams in making this assessment.

After the challenges of navigating through the Covid-19 Pandemic, the Charity is now facing ongoing uncertainty arising from the domestic and global economic environment. This has and will continue to increase our cost base as well as impacting the potential income that we can reasonably expect our supporters to contribute given the pressure on household income. Despite this, the Charity has had the financial resilience to maintain and develop services due to the generosity of our supporters now and across the 22 years of our history. We have developed sufficient reserves to ensure we can navigate these financial challenges and we are committed to continuing to invest in innovation and improvement for the sake of our beneficiaries.

The Trustees conclude that there is reasonable expectation that the Charity and its subsidiary have adequate resources to continue their activities for the foreseeable future. We will monitor progress against our longer-term financial plan and take appropriate steps to mitigate risks. Accordingly, the Trustees consider it wholly appropriate to continue to adopt the going concern basis in preparing the financial statements.

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Trustees' Report (including Strategic Report)

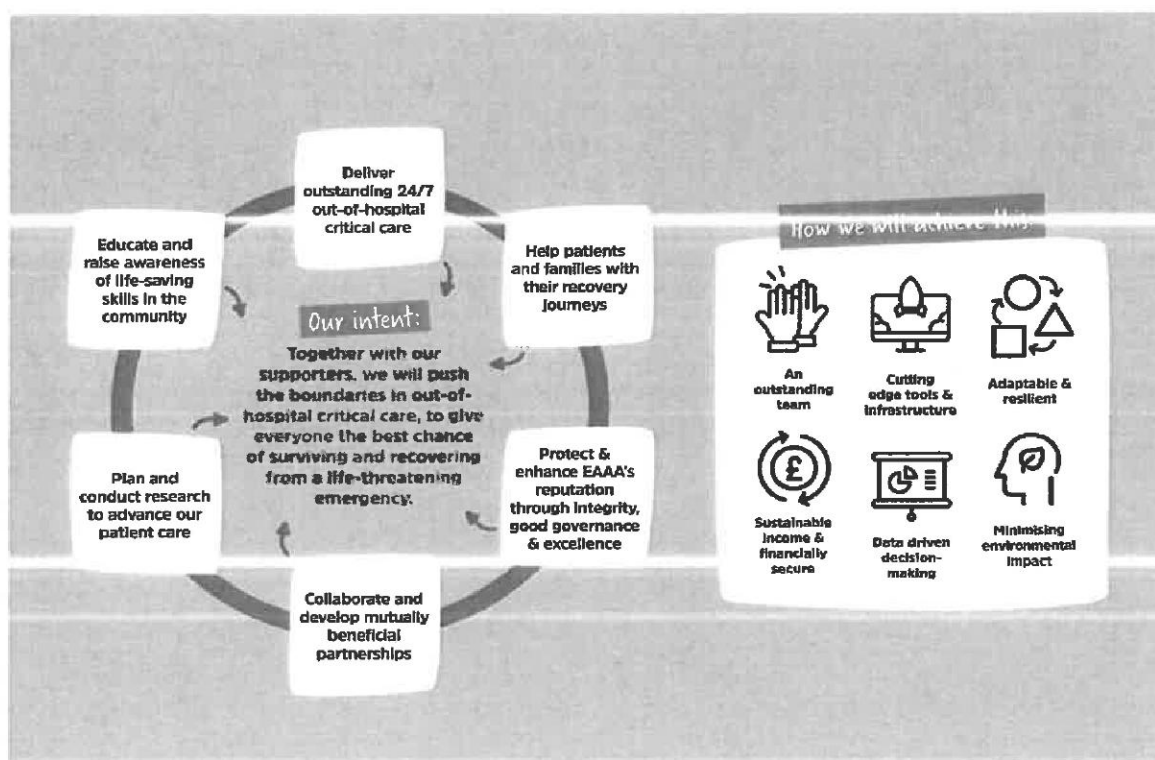
Year ended 30 June 2022

Plans for the future

Having achieved the major strategic aim of providing a 24/7 service by helicopter when EAAA commenced this service on 30 June 2021, the Trustees have reviewed the future plans during the last year.

All members of staff were encouraged to contribute to a strategic review and external subject matter experts were also approached to share their views of the future. A new strategy was approved at the Trustee meeting in June 2022 and will be shared with our external stakeholders during the fourth quarter of 2022.

The following graphic summarises the strategy, with the primary strategic intent supported by six interlinked objectives. These are, in turn, underpinned by six enablers that are considered essential to the successful achievement of the strategy:



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Five-year financial projections have been built around the activities necessary to achieve the objectives. The main activities envisaged over the next five years are to:

- increase our Research, Audit, Innovation and Development (RAID) activity to continually develop our capability and improve patient outcomes.
- increase our life support training activity to train 20,000 members of the community (both directly and indirectly) per annum by the end of 2027.
- provide aftercare support to more than 50% of our patients and/or their families each year by June 2027.
- grow our active supporter base from 124,000 to 174,000 by June 2027.
- continue to use our influence to develop a robust network of 24/7 lit helipads at hospitals throughout the region to support our night operations.
- upgrade our transport platforms to the latest specifications: our second helicopter to 'D3' specification and replace the RRV fleet, adopting EV technology when it is practical to do so.
- upgrade the medical fit of our two aircraft to incorporate the latest innovations to aid patient care.
- implement cutting edge information systems to assist in the efficiency of our operations and facilitate greater insight from all our data.
- maintain and develop a diversified income portfolio to mitigate risks arising from economic cycles.
- develop and commence implementation of a long-term roadmap to achieve an operation with lower carbon emissions and net zero overall by 2040.

The economic climate is likely to have a detrimental effect on both our costs and the income available to us. The Trustees will regularly review the financial plans and forecasts against the strategic deliverables to assess affordability. This includes reviewing the Investment Strategy and taking independent advice to ensure funds are managed as effectively as possible.

Structure, governance and management

Constitution

EAAA was established on 6 September 2000 as a charitable company limited by guarantee. It is governed by its Articles of Association which were fully reviewed and updated by the Trustees on 20 February 2018.

East Anglian Air Ambulance (Trading) Limited was formed on 2 January 2001 as a wholly-owned subsidiary to carry out trading activities on behalf of the Charity.

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Recruitment and appointment of Trustees

The Directors of the Charity are its Trustees for the purposes of Charity Law. The Trustees oversee the governance of the Charity and are responsible for ensuring that the Charity is being run in accordance with the strategy and agreed policies and procedures. The Trustees comprise of at least five and not more than nine persons.

Trustees are appointed to serve in three-year terms which can be extended if this is agreed as being in the interests of the Charity. The Chairman may serve for a maximum of two additional terms. The election and re-election of Trustees normally takes place at the Annual Trustees meeting. The Nomination Committee leads the process of selection of candidates for appointment to the Board of Trustees and to make recommendations to the Trustees regarding plans for succession.

Accordingly, Major General Sir William Cubitt KCVO CBE DL retired on 30 June 2022, having served the Charity tremendously as our Chairman for seven years. We were very pleased that Sarah Evans ACA, a Trustee since December 2019, was appointed as our new Chairman from 1 July 2022.

We are also very grateful for the support and service given by Penny Walkinshaw DL, who retired during the year after over seven years with the Charity, and welcome David Richardson FCA onto the Board as a new Trustee with effect from 23 June 2022. Please see page 1 of this report for further information on the Charity Trustees.

The current Trustees are the Members of the Charity for Company Law purposes.

Trustee induction and training

On appointment Trustees are given an induction briefing and a comprehensive Trustee Governance Manual which includes:

- Information about the organisational structure of the Charity
- Guidance on their roles and responsibilities
- The Memorandum and Articles of Association
- The latest statutory and management accounts

Trustees attend training sessions and are encouraged to keep up to date with Charity issues by reading Charity Commission newsletters and other relevant publications. The Charity uses the Charity Commission's Governance Code as a framework by which to assess application of good practice and opportunities for improvements.

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Organisational structure

The Charity is governed by the non-executive Board of Trustees which meets approximately every three months. The Board is responsible for the strategy and direction of the organisation and for ensuring that the charity is run in accordance with the Charity Commission governance code. The Board of Trustees is supported by two Board committees: The Finance Committee and the Nominations Committee.

The Finance Committee comprising four Trustees meets quarterly to consider financial matters and makes recommendations to the Trustees accordingly. The Chief Executive and the Finance Director/Company Secretary are in attendance and representatives of the Executive Team also join these meetings as appropriate.

The Nominations Committee consists of the Committee Chairman and up to four nominated Trustees, appointed annually at the Annual Meeting. The Committee is an advisory committee which leads on Trustee recruitment, selection, succession planning and training. The Committee oversees the recruitment and selection process for the Chief Executive, as well as reviewing and approving the remuneration of the Executive Team.

Day to day operations and fundraising activities of EAAA are led by the Executive Team which comprises:

- Chief Executive
- Director of Engagement and Income
- Medical Director
- Finance Director (and Company Secretary)
- Director of People and Culture
- Director of Operations

Decisions requiring Trustee approval are defined in the Trustees Governance Manual and include:

- Board and Committee appointments
- The Charity's strategic aims, its objectives and direction
- The appointment and remuneration packages of the Chief Executive and Executive Directors

The Charity is a member of Air Ambulances UK (AAUK), the national organisation championing, supporting and representing the lifesaving work of the UK's 21 air ambulance charities.

The Chief Executive and other members of the Executive Team have regular meetings with their counterparts at EEAST and the Essex & Herts Air Ambulance Trust (EHAAT) and Magpas Air Ambulance which also serve the EEAST area to ensure that HEMS activity in the region is coordinated, efficient and effective.

The Charity's wholly owned trading subsidiary, East Anglian Air Ambulance (Trading) Limited runs a Lottery and undertakes certain trading activities. The company operates independently of the Charity in accordance with Charity Commission guidelines, with its own independently chaired Board of Directors.

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Remuneration Policy

The success of the Charity is largely dependent on its ability to attract and retain talented staff, with appropriate skills, whose own values align with those of the organisation.

The Charity is therefore committed to investing in its people, both in terms of remuneration and their professional and personal development. Positive wellbeing in the workplace has been at the core of our culture for a long time and this has stood us in good stead through the challenges the recent Pandemic brought to all organisations and their people.

The Charity has a structured pay policy which ensures that salaries reflect the knowledge, skills, responsibilities, experience and personal competencies required for the satisfactory performance of each role. Salaries are reviewed regularly and benchmarked primarily against the not for profit sector, but with an eye on other sectors given the competitive nature of the current employment marketplace.

The remuneration packages of the Chief Executive and Executive Directors are benchmarked against those of similar organisations and are reviewed by the Nominations Committee before being ratified by the Trustees.

Risk management

Risk management is well embedded into the operations of the Charity, with risks identified, considered and regularly reviewed through various forums and processes. The Charity's risk register is monitored each month by the Executive Team, with significant risks reviewed quarterly by the Trustees, together with progress in implementing mitigations.

The major risks and uncertainties facing the Charity have been identified as being issues which would lead to a curtailment or cessation of the air ambulance service as a result of:

- A disruption (whether short, medium or long term) in the service availability of the aircraft resulting from technical fault, accident or grounding of all similar aircraft
- A shortfall in the availability of frontline crew (doctors, paramedics or pilots) to support the rota
- A significant and enduring fall in fundraising income resulting from a variety of causes, including inflation, economic downturn, regulatory or legislative changes
- The inability of the Charity to meet regulatory standards across its various activities

The Trustees are satisfied that, so far as is practicable, appropriate procedures and systems are in place to mitigate these risks and others identified in the risk assessment process.

Where cash is required for capital projects within a two year period, the Trustees consider moving funds from the investment portfolio to cash deposits as a hedge against adverse investment performance.

East Anglian Air Ambulance

Trustees' Report (including Strategic Report)

Year ended 30 June 2022

Health and Safety

EAAA is committed to promoting a positive safety culture throughout the Charity in accordance with its Health & Safety policies, procedures and risk assessments and all legislation.

The Charity will ensure that all operations are carried out in a way to remove and/or control any risk and ensure the health, safety and welfare of all its Trustees, staff, volunteers, patients and all those that could be affected by its activities.

Clinical Governance

EAAA's arrangements have been designed to reflect those found in NHS organisations, with due regard to the seven pillars of clinical governance:

- Clinical Effectiveness
- Risk Management
- Patient & Public Involvement
- Audit
- Staff Management
- Education & Training
- Clinical Information Governance

The structure of the senior clinical team has been reorganised and enhanced during 2022, with a part-time Medical Director (MD) supported by two Deputy MDs overseeing two areas: Research & Education and Clinical Governance & Service Delivery. In addition, the senior clinical team includes three other roles: the Head of Aftercare, who plays a vital role in the pillar of patient & public involvement, the Head of Research & Education and Head of Clinical Governance & Service Delivery who support the relevant deputy MDs.

The Clinical Governance Steering Group (CGSG) has an overarching responsibility across all EAAA clinical activities, including clinical risk management and reviewing all clinical incidents, with the RAID and Patient Outcome Group (POG) reporting to this group. The CGSG meets monthly and presents at the monthly clinical governance team meeting.

At the operational level, all clinical cases are reviewed by the duty EAAA consultant, and the more complex cases are discussed at the weekly case review session. Learning points are shared with the entire team. At the patient-clinician interphase, all new clinicians undergo formal PHEM training of 2-3 weeks duration, followed by 100% supervision over nine shifts, before being signed off to practice with remote support and a minimum of 20% consultant supervision.

East Anglian Air Ambulance

Trustees' Report (including Strategic Report)

Year ended 30 June 2022

Safeguarding

As set out in the Care Act 2014, EAAA has a duty to ensure any safeguarding concerns are raised and addressed, working in partnership with other agencies and referring cases to the Multi Agency Safeguarding Hub (MASH) where applicable. EAAA is committed to safeguarding everyone who comes into contact with the service, staff, volunteers, and those who receive care (patients, relatives, and public). EAAA also recognises that children and adults at risk from harm require particular safeguarding measures to be taken. EAAA is committed to providing a culture of zero tolerance of any forms of abuse.

The Charity's safeguarding policy provides a common understanding of safeguarding issues and good practice in responding to them, outlines roles and responsibilities, and clarifies governance, monitoring and oversight within the organisation. We review our arrangements regularly and use an action plan to monitor improvements and to ensure our compliance.

All staff and our Trustees undertake safeguarding training on an annual basis to an appropriate level, depending on their role. Our volunteers have access to safeguarding information leaflets and the Safeguarding Policy and are also invited to attend online or in person training updates.

All safeguarding allegations/concerns regarding EAAA staff are acted upon, and are reported to the CEO. Progress updates are reviewed by the Executive Team on a monthly basis and the CEO also provides quarterly safeguarding reports to the Trustees.

Fundraising regulation

The Charity is registered with the Fundraising Regulator and follows the Code of Fundraising Practice. Further to this the Charity has various policies which are updated on a regular basis including; Fundraising, Social Responsibility in Gambling, Cash Handling and Money Laundering, and the Charity's Supporter Promise which is published on our website.

Our Lottery and Raffle activity is also regulated by the Gambling Commission and we adhere to their rules and regulations, complete gambling returns to their specified schedule have two registered Responsible Persons. The Charity subscribes to the Direct Marketing Association and abides by the requirements of the General Data Protection Regulation (GDPR).

Our fundraising operations are guided by policies and processes which ensure they are compliant with all regulations and led by appropriately qualified team members who also track changes in the sector to keep us at the forefront of ethical and effective fundraising methods.

The Charity monitors the activities of the canvassers we engage on an ongoing basis. This is undertaken in various ways, including by contacting supporters that canvassers have approached in order to gain feedback from them on their experience.

Canvassers complete a rigorous induction and training programme to ensure they can recognise vulnerable people and to provide appropriate safeguarding measures in-line with the Gambling Commission LCCP, Code of Fundraising Practice, F2F Rule Book and the Charity's own safeguarding policy.

East Anglian Air Ambulance

Trustees' Report (including Strategic Report)

Year ended 30 June 2022

Fundraising complaints

The Charity continues to use an online incident reporting system for reporting, recording and monitoring all complaints. Fundraising complaints are evaluated and responded to as quickly as possible.

In the year to 30 June 2022, EAAA received 20 (2021: 18) complaints relating to Lottery canvassing, being less than 0.01% (2021: 0.02%) of people contacted.

In accordance with our policy review schedule the Charity's complaints policy was revised and updated in December 2021 and is published on the Charity's website.

Equal opportunities

EAAA is committed to ensuring equal opportunities, fairness of treatment, dignity, work-life balance and the elimination of all forms of discrimination in the workplace for all. The Charity aims to create a working environment in which all individuals are able to make best use of their skills, free from discrimination or harassment, and in which all decisions are based on merit. This commitment extends to staff, applicants, volunteers and contractors engaging with the Charity.

Environmental management

EAAA is committed to minimising its energy consumption and carbon footprint and developing a road map to achieving carbon neutrality from its operations by 2040.

The Charity recognises that its current helicopters use non-renewable hydrocarbon fuel and are therefore not exemplars of low carbon transport. Whilst continuing to provide its critical care service to patients, the Charity is working with its partners and other air ambulance organisations to identify more environmentally friendly means of operating and developing a step-wise plan to reduce its carbon footprint from its core operations.

EAAA is currently in the process of measuring its baseline direct and indirect organisational emissions from which it will develop its future reduction plans. Although the emissions from its air operations make up a high proportion of its environmental impact, improvements in ground-based emissions, waste to landfill reductions, supply chain sustainability and carbon offsetting are all areas where measurable progress can and will be made in the shorter term.

Regulatory bodies

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

East Anglian Air Ambulance

Trustees' Report (including Strategic Report)

Year ended 30 June 2022

Trustees' responsibilities

The Trustees (who are also directors of EAAA for the purposes of company law) are responsible for preparing the Trustees' Report (including the Strategic Report) and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charitable company and group and of the incoming resources and application of resources, including the income and expenditure, of the group for the year. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2015 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company and the group will continue in operation.

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

In so far as the Trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Signed by order of the Trustees on 16/12/2022
Sarah Evans ACA (Chairman)



East Anglian Air Ambulance

Independent Auditor's Report to the Members of East Anglian Air Ambulance

Year ended 30 June 2022

Opinion

We have audited the financial statements of East Anglian Air Ambulance (the 'parent charitable company') and its subsidiary (the 'group') for the year ended 30 June 2022 which comprise the Group Statement of Financial Activities (including the Income and Expenditure account), the Group and Parent Charitable Company Balance Sheets, the Group Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and parent charitable company's affairs as at 30 June 2022, and of the group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's or the parent charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

East Anglian Air Ambulance

Independent Auditor's Report to the Members of East Anglian Air Ambulance

Year ended 30 June 2022

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

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

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

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

East Anglian Air Ambulance

Independent Auditor's Report to the Members of East Anglian Air Ambulance

Year ended 30 June 2022

Responsibilities of Trustees

As explained more fully in the Trustees' Responsibilities Statement set out on page 22, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and the parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

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

We obtained an understanding of the legal and regulatory frameworks within which the company operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Companies Act 2006, Charities Act 2011 and SORP 2015.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be the override of controls by management. Our audit procedures to respond to these risks included:

- enquiry of management about the Group's policies, procedures and related controls regarding compliance with laws and regulations and if there are any known instances of non-compliance;
- examining supporting documents for all material balances, transactions and disclosures;
- review of the board meeting minutes;
- enquiry of management and review and inspection of relevant correspondence;
- evaluation of the selection and application of accounting policies related to subjective measurements and complex transactions;
- analytical procedures to identify any unusual or unexpected relationships;
- testing the appropriateness of journal entries recorded in the general ledger and other adjustments made in the preparation of the financial statements; and
- review of accounting estimates for biases.

East Anglian Air Ambulance

Independent Auditor's Report to the Members of East Anglian Air Ambulance

Year ended 30 June 2022

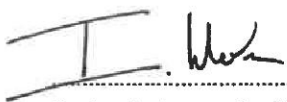
Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

These inherent limitations are particularly significant in the case of misstatement resulting from fraud as this may involve sophisticated schemes designed to avoid detection, including deliberate failure to record transactions, collusion or the provision of intentional misrepresentations.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members for our audit work, for this report, or for the opinions we have formed.



Senior Statutory Auditor
For and on behalf of
Crowe U.K. LLP
Statutory Auditor
Riverside House
40 - 46 High Street
Maidstone
Kent
ME14 1JH



Date: 8th February 2023

East Anglian Air Ambulance

Group Statement of Financial Activities (including Income and Expenditure Account)

Year ended 30 June 2022

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Income					
Donations and legacies	2	10,610,352	561,915	11,172,267	7,547,822
Other trading activities	3	6,692,671	-	6,692,671	6,352,323
Investments	4	186,887	-	186,887	233,493
Other	5	60,852	-	60,852	99,802
Total income		17,550,762	561,915	18,112,677	14,233,440
Expenditure					
Raising funds	6	3,996,393	-	3,996,393	2,805,329
Charitable activities	7	11,571,277	52,086	11,623,363	10,412,064
Total expenditure		15,567,670	52,086	15,619,756	13,217,393
Net income before (losses)/gains on investments		1,983,092	509,829	2,492,921	1,016,047
Net (losses)/gains on investments	13	(319,559)	-	(319,559)	1,531,665
Net income		1,663,533	509,829	2,173,362	2,547,712
Transfers between funds	17	416,342	(416,342)	-	-
Net movements in funds		2,079,875	93,487	2,173,362	2,547,712
Total funds brought forward	17	26,865,289	287,789	27,153,078	24,605,366
Total funds carried forward	17	28,945,164	381,276	29,326,440	27,153,078

All income and expenditure derive from continuing activities.

The Statement of Financial Activities includes all gains and losses recognised during the year.

The notes on pages 30 to 49 form part of these financial statements.

East Anglian Air Ambulance

Group and Parent Charitable Company Balance Sheets

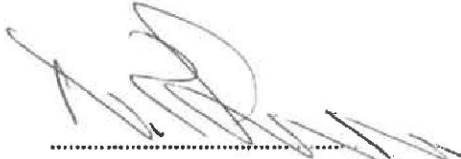
30 June 2022

	Note	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Fixed assets					
Tangible assets	12	8,242,207	8,634,319	8,242,207	8,634,319
Investments	13	10,506,085	11,325,644	10,506,087	11,325,646
		18,748,292	19,959,963	18,748,294	19,959,965
Current assets					
Stocks	14	108,730	148,789	94,923	128,452
Debtors	15	6,921,305	5,863,439	10,162,870	7,153,581
Cash on deposit		518,095	518,095	518,095	518,095
Cash at bank and in hand		4,857,879	2,481,431	1,011,954	627,059
		12,406,009	9,011,754	11,787,842	8,427,187
Creditors: Amounts falling due within one year	16	(1,827,861)	(1,818,639)	(1,212,575)	(1,236,953)
Net current assets		10,578,148	7,193,115	10,575,267	7,190,234
Total assets less current liabilities		29,326,440	27,153,078	29,323,561	27,150,199
Net assets		29,326,440	27,153,078	29,323,561	27,150,199
Charity Funds					
Restricted funds	17	381,276	287,789	381,276	287,789
Unrestricted funds					
Designated funds	17	1,792,017	400,000	1,792,017	400,000
General fund	17	27,153,147	26,465,289	27,150,268	26,462,410
Total unrestricted funds		28,945,164	26,865,289	28,942,285	26,862,410
Total Charity funds		29,326,440	27,153,078	29,323,561	27,150,199

The financial statements were approved and authorised for issue by the Board on 16/12/2022

Signed on behalf of the board of Trustees


E S Evans ACA (Chairman)


N R Savory FCA DL

Company number: 04066700

The notes on pages 30 to 49 form part of these financial statements.

East Anglian Air Ambulance

Group Statement of Cash Flows

Year ended 30 June 2022

	Note	Group 2022 £	Group 2021 £
Net cash flow from operating activities	23	2,035,159	700,294
Cash flows from investing activities			
Income received from investments		185,991	231,495
Receipts from sale of tangible fixed assets		4,203	-
Payments to acquire tangible fixed assets		(349,801)	(4,742,715)
Bank interest received		896	1,998
Disposal of investments		500,000	1,500,000
Net cash flow from investing activities		341,289	(3,009,222)
Net increase /(decrease) in cash and cash equivalents		2,376,448	(2,308,928)
Cash and cash equivalents at 1 July 2021	24	2,999,526	5,308,454
Cash and cash equivalents at 30 June 2022	24	5,375,974	2,999,526
Cash and cash equivalents consists of:			
Cash at bank and in hand		5,375,974	2,999,526
Cash and cash equivalents at 30 June 2022	24	5,375,974	2,999,526

The notes on pages 30 to 49 form part of these financial statements.

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

1. General information

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

(a) General information and basis of preparation

East Anglian Air Ambulance is a private charitable company limited by guarantee in the United Kingdom. The registered office is Helimed House, Hangar 14, Gambling Close, Norwich Airport, Norwich, NR6 6EG. The nature of the Charity's operations and its principal activities are to relieve sickness and injury by the provision of a helicopter air ambulance service or other emergency transportation wholly or mainly within the area served by the East of England Ambulance NHS Trust.

The Charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice published in October 2019, applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in Sterling which is the functional currency of the Charity.

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

(b) Group financial statements

The financial statements consolidate the results of the Charity and its wholly owned subsidiary East Anglian Air Ambulance (Trading) Limited on a line by line basis. A separate Statement of Financial Activities, or Income and Expenditure account, for the Charity itself is not presented because the Charity has taken advantage of the exemptions afforded by Section 408 of the Companies Act 2006.

(c) Funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charity for particular purposes. The aim and use of each restricted fund is set out in the notes to the financial statements.

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

1. General information (continued)

(d) Income

All income is included in the Statement of Financial Activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured.

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

Legacies are included in the Statement of Financial Activities when the legacy has been received unless, before receipt, there is sufficient evidence to provide the necessary certainty that the legacy will be received and the value of the incoming resources can be measured with sufficient reliability.

Donated goods and professional services are recognised as income when the Charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the Charity is probable and can be measured reliably. In accordance with the Charity SORP, general volunteer time is not recognised. Upon receipt, donated goods and services are recognised on the basis of the fair value to the Charity, being the amount the Charity would have been willing to pay to obtain the services on the open market. An equivalent amount is recognised as expenditure in the period of receipt.

Investment income is earned through holding assets for investment purposes such as shares. It includes dividends and interest. Where it is not practicable to identify investment management costs incurred within a scheme with reasonable accuracy the investment income is reported net of these costs. It is included when the amount can be measured reliably. Interest income is recognised using the effective interest method and dividend income is recognised as the Charity's right to receive payment is established.

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

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

Lottery and raffle income are recognised when each lottery or raffle is drawn.

Training income is recognised once the training has been provided.

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

1. General information (continued)

(e) Legacies

With effect from 1 July 2012, 25% of all legacies received are credited directly to the Planned Capital Expenditure designated fund, unless otherwise agreed with the Executors. If the will indicates how the legacy is to be used it is credited to a restricted fund.

(f) Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure includes any VAT which cannot be recovered and is charged as an expense in the Statement of Financial Activities in the year in which it is incurred. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, if it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Costs of raising funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including merchandise and lottery.
- Expenditure on charitable activities comprises those costs incurred by the Charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the Charity and include the audit fees and costs linked to the strategic management of the Charity.
- All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis e.g. floor areas, staff time or estimated usage as set out in notes 6 and 7.

(g) Operating leases

Rentals applicable to operating leases are charged to the Statement of Financial Activities on a straight line basis over the period in which the cost is incurred.

Amounts payable for the provision of the helicopter are charged to the Statement of Financial Activities in the period to which they relate.

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

1. General information (continued)

(h) Tangible fixed assets

All items costing less than £1,000 are written off in the year of purchase.

Tangible fixed assets are stated at cost less accumulated depreciation.

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Norwich base - building	- 2% straight line
Norwich base - leasehold land	- 150 years straight line
Cambridge base - leasehold land & buildings	- 6 year period ended 30 June 2027 on a straight line basis
Asset under construction - Norwich helipad	- not depreciated
Plant & motor vehicles	- 20% straight line
Fixtures, fittings, computers & database	- 33.3% straight line
Medical & helicopter equipment	- 25% straight line
Website	- 20% straight line

The Cambridge base - leasehold land and buildings was previously being depreciated at 5% straight line. During the year ended 30 June 2022 the Trustees re-assessed the useful economic life of this asset and currently expect that the Charity will continue to operate from this base until 30 June 2027. As a result of this the net book value of this asset brought forward at 1 July 2021 of £1,573,293 is being depreciated over the expected remaining useful economic life of 6 years, on a straight line basis. The annual depreciation charge for the year ended 30 June 2022 is therefore £163,377 higher than it would have been under the previous basis.

(i) Fixed asset investments

Fixed asset investments comprise shares held in the subsidiary company, East Anglian Air Ambulance (Trading) Limited, together with a portfolio of quoted investments in pooled funds managed by BNY Mellon Fund Managers Limited. Investments in subsidiaries are measured at cost less impairment. Quoted investments are revalued to their fair value at the balance sheet date and the unrealised gain or loss is taken to the Statement of Financial Activities.

(j) Stocks

Stocks are valued at the lower of cost and net realisable value.

(k) Pensions

The Charity operates a defined contribution pension scheme. The charge in the Statement of Financial Activities represents the contributions payable by the Charity during the year.

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

1. General information (continued)

(l) Tax

The Charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

(m) Judgements and key sources of estimation uncertainty

The following judgements (apart from those involving estimates) have been made in the process of applying the above accounting policies that have had the most significant effect on amounts recognised in the financial statements:

(i) Accrued legacy income

Management judgements are required to estimate a suitable amount of legacy income to accrue at the reporting date. The amount is calculated based on the conditions set out in the Charity SORP (FRS 102).

At 30 June 2022 the financial statements include accrued legacy income of £5,164,461 (2021: £4,277,260).

(ii) Donated goods and services

Management judgement is used to estimate the fair value of professional services donated to the Charity, calculated based on the fair value to the Charity. Donated goods and services received comprise Doctors and Critical Care Paramedics, landing fees waived and pro bono professional services. The fair value of services provided by Doctors and Critical Care Paramedics is calculated as the number of hours donated multiplied by the hourly rate that the Charity would have expected to be charged to obtain the services on the open market.

The financial statements for the year ended 30 June 2022 include donated goods and services of £1,098,948 (2021: £1,237,933).

(iii) Tangible fixed assets

Management judgement is used to assess the useful expected life and residual value of tangible fixed assets. If there is an indication that there has been a significant change since the last annual reporting date in the pattern by which the Charity expects to consume an asset's future economic benefits, management review its present depreciation method and, if current expectations differ, change the depreciation method to reflect the new pattern.

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

1. General information (continued)

(n) Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the Statement of Financial Activities.

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

2. Income from donations and legacies

	2022			2021		
	Unrestricted Funds	Restricted Funds	Total Funds	Unrestricted Funds	Restricted Funds	Total Funds
	£	£	£	£	£	£
Collections & collecting tins	112,981	-	112,981	58,322	-	58,322
Third party & Charity events	1,080,128	-	1,080,128	396,184	-	396,184
Grants from trusts	323,534	-	323,534	181,168	-	181,168
Corporate donors	186,600	-	186,600	174,681	-	174,681
General donations	1,348,921	-	1,348,921	898,220	-	898,220
In memoriam	480,123	-	480,123	437,456	-	437,456
Gift Aid tax reclaimable	344,376	-	344,376	248,338	-	248,338
Circle of Benefactors	66,674	-	66,674	104,659	-	104,659
Donations towards Helipad	-	210,000	210,000	-	-	-
Donations towards research	-	5,000	5,000	-	-	-
Donations towards medical equipment	-	167,127	167,127	-	345,297	345,297
Donations towards CPR training	-	179,788	179,788	-	-	-
Donated goods and services	1,098,948	-	1,098,948	1,237,933	-	1,237,933
Legacies	5,568,067	-	5,568,067	3,465,564	-	3,465,564
	10,610,352	561,915	11,172,267	7,202,525	345,297	7,547,822

3. Income from other trading activities

	2022			2021		
	Unrestricted Funds	Restricted Funds	Total Funds	Unrestricted Funds	Restricted Funds	Total Funds
	£	£	£	£	£	£
Lottery income	6,337,096	-	6,337,096	5,968,936	-	5,968,936
Raffle income	286,663	-	286,663	319,642	-	319,642
Merchandise income	66,835	-	66,835	62,412	-	62,412
Match Bingo income	2,077	-	2,077	1,333	-	1,333
	6,692,671	-	6,692,671	6,352,323	-	6,352,323

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

4. Income from investments

	2022			2021		
	Unrestricted Funds	Restricted Funds	Total Funds	Unrestricted Funds	Restricted Funds	Total Funds
	£	£	£	£	£	£
Bank interest received	896	-	896	1,998	-	1,998
Dividends received	185,991	-	185,991	231,495	-	231,495
	186,887	-	186,887	233,493	-	233,493

5. Other income

	2022			2021		
	Unrestricted Funds	Restricted Funds	Total Funds	Unrestricted Funds	Restricted Funds	Total Funds
	£	£	£	£	£	£
Income from recycling	3,817	-	3,817	4,154	-	4,154
Furlough grant received	4,063	-	4,063	57,468	-	57,468
Training courses	52,972	-	52,972	38,180	-	38,180
	60,852	-	60,852	99,802	-	99,802

Total income from Government grants amounted to £4,063 (2021: £57,468).

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

6. Analysis of expenditure on raising funds

	Costs of generating voluntary income £	Fundraising trading (lottery) £	Fundraising trading £	Total 2022 £	Total 2021 £
Fundraising & event costs	248,609	231,428	-	480,037	327,994
Lottery and Match Bingo prizes	-	163,570	-	163,570	158,300
Canvassers and agents commission	260,364	917,013	-	1,177,377	322,030
Marketing and consultancy	208,802	34,818	-	243,620	167,360
Goods for resale	-	-	20,936	20,936	45,294
Staff costs	1,114,842	187,606	41,479	1,343,927	1,307,647
Premises establishment costs	104,561	13,070	13,070	130,701	106,143
Administration costs	186,382	104,045	105,234	395,661	338,590
Depreciation and profit/loss on disposal of fixed assets	23,597	5,656	11,311	40,564	31,971
Total 2022 (unrestricted)	2,147,157	1,657,206	192,030	3,996,393	2,805,329
Total 2021 (unrestricted)	1,687,579	1,007,968	109,782	2,805,329	

Costs are allocated directly or apportioned on the following basis:

Staff costs	Staff time
Premises establishment costs	Floor area
General office administration costs	Staff time
Training and recruitment costs	Staff time
Legal and professional	Time
Depreciation	Usage
Bank charges and interest	Transactions

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

7. Analysis of expenditure on charitable activities

	Operational & support costs £	Governance costs £	Total 2022 £	Total 2021 £
Helicopter costs	6,268,560	-	6,268,560	5,647,843
Doctors' salaries and fees	952,410	-	952,410	758,776
Doctors and Critical Care Paramedics - donated services	966,156	-	966,156	1,128,141
Other donated goods and services	132,792	-	132,792	28,992
Legal and professional - pro bono services	-	-	-	80,800
Other staff costs	1,759,449	-	1,759,449	1,555,178
Medical consumables and other clinical costs	243,393	-	243,393	202,394
Premises establishment costs	131,796	-	131,796	103,777
Administration costs	459,675	11,985	471,660	463,437
Depreciation and profit/loss on disposal of fixed assets	697,147	-	697,147	442,726
	11,611,378	11,985	11,623,363	10,412,064
Restricted	52,086	-	52,086	
Unrestricted	11,559,292	11,985	11,571,277	
Total 2022	11,611,378	11,985	11,623,363	
Restricted	223,993	-	223,993	
Unrestricted	10,144,914	43,157	10,188,071	
Total 2021	10,368,907	43,157	10,412,064	

Costs are allocated directly or apportioned on the following basis:

Staff costs	Staff time
Premises establishment costs	Floor area
General office administration costs	Staff time
Training and recruitment costs	Staff time
Legal and professional	Time
Depreciation	Usage
Bank charges and interest	Transactions

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

8. Net income for the year

Net income is stated after charging/(crediting):	2022	2021
	£	£
Depreciation of tangible assets	740,168	474,696
Profit on disposal of tangible assets	(2,458)	-
Operating lease rentals - helicopter standing charges	5,311,536	4,930,261
Operating lease rentals - other	2,846	105,944

9. Auditor's remuneration

	2022	2021
	£	£
Audit of the Charity's annual financial statements	17,000	12,700
Audit of the subsidiary company's annual financial statements	4,500	7,350
Professional services	-	12,353
	<u>21,500</u>	<u>32,403</u>

10. Trustees' and key management personnel remuneration and expenses

No Trustees received any remuneration or other benefits from the Charity during the year (2021: £nil).

No Trustees received any expenses during the year in the course of their duties (2021: £nil).

The total amount of employee benefits received by key management personnel was £482,367 (2021: £511,392). The Trustees consider the key management personnel to be the CEO and five executive team members (2021: CEO and five executive team members).

11. Staff costs and employee benefits

The average number of contracted employees and full time equivalent (FTE) during the year was as follows:

	2022	2021	2022	2021
	No.	No.	FTE No.	FTE No.
Operations	10	11	9	9
Doctors	13	11	8	6
Locum Doctors	12	24	1	-
Lottery	4	3	4	3
Fundraising	32	28	30	26
Communications and marketing	5	4	5	4
Administration	20	16	18	15
Faculty	6	5	-	-
	<u>102</u>	<u>102</u>	<u>75</u>	<u>63</u>

The total staff costs and employee benefits were as follows:

	2022	2021
	£	£
Wages and salaries	3,040,427	2,887,774
Social security costs	315,611	295,146
Pension contributions	159,630	143,665
Life insurance	9,138	8,406
	<u>3,524,806</u>	<u>3,334,991</u>

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

11. Staff costs and employee benefits (continued)

The number of employees who received total employee benefits (excluding pension contributions) of more than £60,000 was as follows:

	2022 No.	2021 No.
£60,000 to £70,000	3	1
£70,000 to £80,000	-	2
£80,000 to £90,000	2	-
£90,000 to £100,000	-	1
£100,000 to £110,000	1	2
£110,000 to £120,000	1	-
£120,000 to £130,000	-	1

12. Tangible fixed assets - Group

	Long leasehold land & buildings - Norwich base	Short leasehold land & buildings - Cambridge base	Asset under construction - Norwich helipad	Plant & motor vehicles	Fixtures, fittings and computers	Medical & helicopter equipment	Total
	£	£	£	£	£	£	£
Cost							
At 1 July 2021	6,293,655	2,009,901	-	488,896	726,515	1,200,515	10,719,482
Additions	24,012	8,353	137,115	64,140	2,749	113,432	349,801
Disposals	-	-	-	-	(246,840)	(217,955)	(464,795)
At 30 June 2022	6,317,667	2,018,254	137,115	553,036	482,424	1,095,992	10,604,488
Depreciation							
At 1 July 2021	45,463	436,608	-	367,852	485,412	749,828	2,085,163
Charge for the year	132,930	263,608	-	52,789	105,335	185,506	740,168
Eliminated on disposals	-	-	-	-	(246,840)	(216,210)	(463,050)
At 30 June 2022	178,393	700,216	-	420,641	343,907	719,124	2,362,281
Net book value							
At 30 June 2022	6,139,274	1,318,038	137,115	132,395	138,517	376,868	8,242,207
At 30 June 2021	6,248,192	1,573,293	-	121,044	241,103	450,687	8,634,319

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

12. Tangible fixed assets - Charity

	Long leasehold land & buildings - Norwich base	Short leasehold land & buildings - Cambridge base	Asset under construction - Norwich helipad	Plant & motor vehicles	Fixtures, fittings and computers	Medical & helicopter equipment	Total
	£	£	£	£	£	£	£
Cost							
At 1 July 2021	6,293,655	2,009,901	-	488,896	715,851	1,200,515	10,708,818
Additions	24,012	8,353	137,115	64,140	2,749	113,432	349,801
Disposals	-	-	-	-	(246,840)	(217,955)	(464,795)
At 30 June 2022	6,317,667	2,018,254	137,115	553,036	471,760	1,095,992	10,593,824
Depreciation							
At 1 July 2021	45,463	436,608	-	367,852	474,748	749,828	2,074,499
Charge for the year	132,930	263,608	-	52,789	105,335	185,506	740,168
Eliminated on disposals	-	-	-	-	(246,840)	(216,210)	(463,050)
At 30 June 2022	178,393	700,216	-	420,641	333,243	719,124	2,351,617
Net book value							
At 30 June 2022	6,139,274	1,318,038	137,115	132,395	138,517	376,868	8,242,207
At 30 June 2021	6,248,192	1,573,293	-	121,044	241,103	450,687	8,634,319

13. Fixed asset investments

	Group 2022	Group 2021	Charity 2022	Charity 2021
	£	£	£	£
Market value at 1 July 2021	11,325,644	11,293,979	11,325,644	11,293,979
Disposals	(500,000)	(1,500,000)	(500,000)	(1,500,000)
Net (loss)/gain on revaluation	(319,559)	1,531,665	(319,559)	1,531,665
Market value at 30 June 2022	10,506,085	11,325,644	10,506,085	11,325,644
Investment in subsidiary at 1 July 2021 and 30 June 2022	-	-	2	2
Carrying value at 30 June 2022	10,506,085	11,325,644	10,506,087	11,325,646
Investments at fair value comprise:				
Equities	10,506,085	11,325,644	10,506,085	11,325,644
Total	10,506,085	11,325,644	10,506,085	11,325,644

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

13. Fixed asset investments (continued)

Investments at fair value represent investments in the Newton Growth and Income Fund For Charities and BNY Mellon Real Return Fund. The fair value is determined by reference to the market value at the balance sheet date.

The Charity holds 2 shares of £1 each in its wholly owned subsidiary company East Anglian Air Ambulance (Trading) Limited (company number 04136827) which is incorporated in the United Kingdom. The company runs a lottery, operates Raffle Draws and sells merchandise. The profits of the company are donated to the East Anglian Air Ambulance by Gift Aid.

The summary financial performance of the subsidiary is:

	2022	2021
	£	£
Turnover	6,692,671	6,351,645
Expenditure	(1,699,281)	(984,807)
Bank interest receivable	815	710
Profit	4,994,205	5,367,548
Amount donated to East Anglian Air Ambulance by Deed of Covenant	4,994,205	5,367,548
Net assets	2,881	2,881

14. Stocks

	Group 2022	Group 2021	Charity 2022	Charity 2021
	£	£	£	£
Retail goods for resale	13,807	20,337	-	-
Drugs and medical consumables	94,923	128,452	94,923	128,452
	108,730	148,789	94,923	128,452

15. Debtors

	Group 2022	Group 2021	Charity 2022	Charity 2021
	£	£	£	£
Trade debtors	23,569	20,934	22,538	20,115
Amount due from subsidiary undertakings	-	-	3,455,513	1,523,816
Other debtors	271	131	-	-
VAT	349,768	406,737	350,356	374,984
Prepayments	841,606	807,416	628,372	606,445
Accrued income	5,706,091	4,628,221	5,706,091	4,628,221
	6,921,305	5,863,439	10,162,870	7,153,581

Accrued income includes accrued legacy income of £5,164,461 (2021: £4,277,260) and HM Treasury capital funding of £nil (2021: £27,133).

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

16. Creditors: amounts falling due within one year

	Group 2022	Group 2021	Charity 2022	Charity 2021
	£	£	£	£
Trade creditors	679,364	839,009	645,254	778,183
Taxation and social security	94,400	93,890	94,400	93,890
Accruals and deferred income	1,045,237	882,058	470,161	362,548
Other creditors	8,860	3,682	2,760	2,332
	1,827,861	1,818,639	1,212,575	1,236,953

Included within accruals and deferred income is £556,503 (2021: £508,404) relating to income from lottery ticket sales received in advance. This relates to monies received before the year end for draws held at later dates. Deferred income from 2021 of £532,596 (2021: deferred income from 2020 of £505,496) has been credited to the Statement of Financial Activities during the year.

17. Analysis of charitable funds

Analysis of movements in unrestricted funds

Year ended 30 June 2022

	Balance at 1 July 2021	Income	Expenditure	Transfers	Investment gains	Balance at 30 June 2022
	£	£	£	£	£	£
General Fund	26,465,289	16,158,745	(15,567,670)	416,342	(319,559)	27,153,147
Designated Planned Capital Expenditure Fund	400,000	1,392,017	-	-	-	1,792,017
	26,865,289	17,550,762	(15,567,670)	416,342	(319,559)	28,945,164

The transfer to the General Fund comprises amounts capitalised on the balance sheet of £381,607, being £92,347 from the Medical Equipment Fund, £137,115 from the Helipad Appeal Fund, £37,582 from the CPR Training Fund and £118,563 from HM Treasury Capital Fund.

Revenue costs incurred in prior years of £34,735 have also been transferred to the General Fund from the Medical Equipment Fund.

Year ended 30 June 2021

	Balance at 1 July 2020	Income	Expenditure	Transfers	Investment losses	Balance at 30 June 2021
	£	£	£	£	£	£
General Fund	19,427,484	13,021,752	(12,993,400)	5,477,788	1,531,665	26,465,289
Designated Planned Capital Expenditure Fund	4,728,733	866,391	-	(5,195,124)	-	400,000
	24,156,217	13,888,143	(12,993,400)	282,664	1,531,665	26,865,289

The transfer to the General Fund comprises £282,664 from the HM Treasury Capital Fund following the completion of the new Cambridge hangar and £5,195,124 from the Designated Planned Capital Expenditure Fund relating to the Norwich base and the additional cost of the Cambridge hangar which was not covered by the HM Treasury Capital grant.

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

17. Analysis of charitable funds (continued)

Analysis of movements in restricted funds Year ended 30 June 2022

	Balance at 1 July 2021	Income	Expenditure	Transfers	Balance at 30 June 2022
	£	£	£	£	£
Medical Equipment Fund	169,226	167,127	(52,086)	(127,082)	157,185
CPR Training Fund	-	179,788	-	(33,582)	146,206
Research Fund	-	5,000	-	-	5,000
HM Treasury Capital Fund	118,563	-	-	(118,563)	-
Helipad Fund	-	210,000	-	(137,115)	72,885
	287,789	561,915	(52,086)	(416,342)	381,276

All transfers were to the General Fund, as shown in the analysis of movements in unrestricted funds above and represent where restricted funds have been spent in accordance with the restrictions placed upon them.

Year ended 30 June 2021

	Balance at 1 July 2020	Income	Expenditure	Transfers	Balance at 30 June 2021
	£	£	£	£	£
Medical Equipment Fund	47,922	279,588	(158,284)	-	169,226
Training Fund	-	4,620	(4,620)	-	-
Covid Response Fund	-	61,089	(61,089)	-	-
HM Treasury Capital Fund	401,227	-	-	(282,664)	118,563
	449,149	345,297	(223,993)	(282,664)	287,789

The transfer from the HM Treasury Capital Fund of £282,664 relates to the amount of grant funding received towards the cost of the Cambridge hangar, which was completed during the year. This was transferred to the General Fund.

Fund descriptions

(a) General funds

These represent the tangible fixed assets and 'free reserves' of the group excluding designated funds.

(b) Designated funds

Planned Capital Expenditure Fund

This designated fund is set aside from legacy and other income towards the cost of capital projects planned during the next five years.

25% of all legacy income is credited directly to this fund, unless otherwise agreed with the executors or the terms of the will state otherwise. The fund may also be enhanced by transfers from the General Fund, at the discretion of the Trustees, in order to build up sufficient reserves for particular planned projects, which the Trustees anticipate is likely to include a new Cambridge base.

	£
Fund balance at 1 July 2021	400,000
25% of legacy income	<u>1,392,017</u>
Fund balance at 30 June 2022	<u>1,792,017</u>

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

17. Analysis of charitable funds (continued)

(c) Restricted funds

Medical Equipment Fund

This fund represents donations received towards the purchase of medical equipment. Once the equipment has been purchased the cost is transferred back to unrestricted funds. The balance carried forward at 30 June 2022 is £157,185 (2021: £169,226).

CPR Training Fund

This fund represents donations received towards providing bystander CPR training. The balance carried forward at 30 June 2022 is £146,206 (2021: £nil).

Research Fund

This fund comprises donations received towards the cost of conducting research into the use of balloon catheters for out-of-hospital cardiac arrest. The balance at 30 June 2022 is £5,000.

HM Treasury Capital Fund

This fund comprised funding receivable from HM Treasury towards the new Norwich base, the purchase of Rapid Response Vehicles and night vision goggles. The balance carried forward at 30 June 2022 is £nil (2021: £118,563).

Helipad Fund

This fund comprises income received towards the cost of construction of a second helipad at the Norwich base. The balance carried forward at 30 June 2022 is £72,885 (2021: £nil).

Covid Response Fund

This fund comprised income received towards dealing with the Covid-19 pandemic. The balance carried forward at 30 June 2022 is £nil (2021: £nil).

Training Fund

This fund represented donations received towards training costs. The balance carried forward at 30 June 2022 is £nil (2021: £nil).

18. Analysis of group net assets between funds

At 30 June 2022

	General Fund	Designated Funds	Restricted Funds	Total
	£	£	£	£
Fixed asset investments	10,506,085	-	-	10,506,085
Tangible fixed assets	8,242,207	-	-	8,242,207
Stock	108,730	-	-	108,730
Debtors	6,921,305	-	-	6,921,305
Bank	3,202,681	1,792,017	381,276	5,375,974
Creditors	(1,827,861)	-	-	(1,827,861)
Fund balances at 30 June 2022	27,153,147	1,792,017	381,276	29,326,440

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

18. Analysis of group net assets between funds (continued)

At 30 June 2021

	General Fund £	Designated Funds £	Restricted Funds £	Total £
Fixed asset investments	11,325,644	-	-	11,325,644
Tangible fixed assets	8,634,319	-	-	8,634,319
Stock	148,789	-	-	148,789
Debtors	5,836,306	-	27,133	5,863,439
Bank	2,338,870	400,000	260,656	2,999,526
Creditors	(1,818,639)	-	-	(1,818,639)
Fund balances at 30 June 2021	26,465,289	400,000	287,789	27,153,078

19. Operating lease commitments

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

	Land & buildings 2022 £	Aircraft 2022 £	Land & buildings 2021 £	Aircraft 2021 £
Operating leases expiring:				
Not later than one year	2,844	5,238,336	2,844	5,238,336
Later than one and not later than five years	-	20,953,344	-	20,953,344
Later than five years	-	3,928,752	-	9,167,088
	2,844	30,120,432	2,844	35,358,768

Under the terms of the contract, lease payments on the aircraft are linked to various indices. As a result of this amounts payable in the future may fluctuate.

20. Trustees indemnity insurance

During the year the Charity purchased an insurance policy which is designed specifically for Charity Trustees. The cost of this policy for the year was £2,592 (2021: £1,296).

21. Company status

The Company is limited by guarantee. In the event of winding up, each member is liable to contribute a sum not exceeding £1.

22. Surplus of the Charity (parent company)

A surplus of £2,173,362 (2021: £2,547,712) has been recognised in the accounts of the Charity. The Charity is not required to produce its own profit and loss account because of the exemption provision in Section 408 of the Companies Act 2006.

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

23. Reconciliation of net movement in funds to net cash flow from operating activities

	Group 2022	Group 2021
	£	£
Net income for the year	2,173,362	2,547,712
Income received from investments	(185,991)	(231,495)
Depreciation of tangible fixed assets	740,168	474,696
Net losses/(gains) on investments	319,559	(1,531,665)
Bank interest received	(896)	(1,998)
Profit on disposal of tangible fixed assets	(2,458)	-
Decrease/(increase) in stocks	40,059	(34,806)
Increase in debtors	(1,057,866)	(693,395)
Increase in creditors	9,222	171,245
Net cash flows from operating activities	2,035,159	700,294

24. Reconciliation of net cash flow movement to movement in net funds

	Group 2022	Group 2021
	£	£
Increase/(decrease) in cash in the period & change in net funds	2,376,448	(2,308,928)
Net funds at 1 July 2021	2,999,526	5,308,454
Net funds at 30 June 2022	5,375,974	2,999,526

25. Related party transactions

The Charity entered into the following transactions with East Anglian Air Ambulance (Trading) Limited during the year:

	2022	2021
	£	£
Profits Gift Aided to Charity	4,994,205	5,367,548
Staff costs recharged by Charity	161,211	145,351
Balance owed to Charity at the year end	3,455,513	1,523,816

The Charity received donations totalling £5,000 (2021: £10,000) from Charitable Trusts and other entities connected to a Trustee.

The Charity purchased services amounting to £6,737 (2021: 2,850) from Mills & Reeve LLP, a business in which D Astill has an interest. The balance owed to that business at 30 June 2022 was £3,904 (2021: £nil).

26. Financial instruments

The carrying amounts of the group and charity's financial instruments are as follows:

	Group 2022	Group 2021	Charity 2022	Charity 2021
	£	£	£	£
Financial assets				
Measured at fair value through net income	10,506,085	11,325,644	10,506,085	11,325,644

East Anglian Air Ambulance

Notes to the Financial Statements

Year ended 30 June 2022

27. Capital commitments

The Charity had capital commitments at 30 June 2022 of £68,754 (2021: £167,157).

