

**Little Hearts Matter**  
(a company limited by guarantee)

**Report and Financial Statements**

**Year ended 31 December 2021**

**Little Hearts Matter**  
(a company limited by guarantee)

**Contents**

**Year ended 31 December 2021**

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## **Little Hearts Matter**

(a company limited by guarantee)

### **Trustees' Report**

#### **Year ended 31 December 2021**

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The Trustees are pleased to present their annual Directors' report together with the financial statements of the Charity for the year ended 31 December 2021 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 applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

#### **Chair's Report**

2021 has been a challenging year for the whole of the country and equally so for Little Hearts Matter ("LHM"). It has also been a rewarding year with support given to families at their moment of need and also the ability to hold a face to face event for the first time in eighteen months.

The office team have been exceptional in the face of ongoing Covid challenges and again provided unwavering support to both the members and also to support the operation and income of the Charity.

The income uncertainty continued and despite the great work of the team and friends of LHM, this has fallen for the first time in three years. Careful budgeting and planning, however, ensured that this has not impacted the services and support offered by the Charity. Through careful cost control, a surplus has been realised and this has enabled the Trustees to designate some of the general funds for future service costs. This fund provides continuity to enable further dedicated resource to be brought in to support the members over and above those funds provided by various grant providers.

Throughout the Covid pandemic, children have continued to be born with a single ventricle heart; many have required surgery, some have sadly passed away and for others there has been considerable anxiety. Throughout all of this, the office team and support line volunteers have been there as a friend and shoulder to support children, young adults, parents, grandparents and friends. Further details of the support provided are included later in this report.

A clear highlight of the year was the summer party/event. This required careful planning to ensure safety for all attendees and with all of the activities for many families who opted to stay for the whole weekend. The opportunities for families affected by a child with only half a heart to meet one another must always be taken. The happy faces on both children and adults alike combined with the formal feedback received shows the importance of these events in order to reduce the isolation and fear which so many face.

Now at the end of 2021, LHM is in an exceptionally strong financial position and the continued support of the members, who provide the steer and direction of the Charity, is relatively assured. Our focus has therefore never been clearer, and I look forward to another rewarding year ahead.

*David Baumber*

## **Little Hearts Matter**

(a company limited by guarantee)

### **Trustees' Report (continued)**

**Year ended 31 December 2021**

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#### **Objectives and Activities**

The objective of the Charity is to promote the relief and welfare of persons affected by congenital single ventricle cardiac disease and to advance the education of the medical profession and the general public on the subject of single ventricle cardiac disease and its implications for the family.

The main activities of the Charity in order to meet this objective are:

- providing support and advice via telephone helplines,
- putting families in touch with others with similar experiences through social media groups,
- creating information on diagnoses and treatments in an easy-to-understand format,
- organising education events for families to meet and learn from medical experts,
- raising the profile of these conditions to ensure our members' special needs are more widely understood,
- building relations within the medical world to increase awareness of single ventricle disorders,
- hosting events for the children and their families to experience new activities in a supportive and safe environment,
- funding and promoting research into these complex conditions and their treatments,
- mindfully providing specific bereavement support, and
- providing information and support for the children and young people themselves.

#### **Achievements and Performance**

2021 was a very positive year for Little Hearts Matter despite the impact of Covid. The core workload of the Charity continues to grow as the number of services expands alongside the size of the membership. Key achievements for the year include:

- Family summer event and activity weekend,
- Virtual open day which also include international speakers,
- New booklet for siblings preparing for a baby with a single ventricle heart condition,
- Updated condition information available to the members,
- Children in Need grant to support the Head of Youth Service role,
- Virtual music event with acts performing from all around the country which was watched by 70,000 people,
- 100,000 interactions with the May Awareness week My Normal is Different,
- Sending 32 get well balloons after Fontan operations,
- Sending over 1,000 birthday cards to members with a single ventricle heart condition.

## **Little Hearts Matter**

(a company limited by guarantee)

### **Trustees' Report (continued)**

#### **Year ended 31 December 2021**

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The Charity had 5,142 members as at 31 December 2021 (2020: 4,790).

#### **Financial Review and Reserves Policy**

It is the policy to maintain unrestricted funds at a level sufficient to cover management and administration costs, to respond to emergency applications for grants which arise from time-to-time as well as ongoing and future commitments approved by the Board of Trustees. The total reserves as at 31 December 2021 are £425,793 (2020: £356,886) of which £179,494 (2020: £195,261) relate to the general fund and £75,000 (2020: £nil) have been designated. With the planned expansion of services to the membership, the Trustees have allocated £75,000 to a new Services designated fund to ensure continuity of support for these vulnerable people.

The Charity would like to maintain a general fund cash balance equating to between three and six months of expenditure from the general fund. Based on the budgeted costs approved by the Board of Trustees for the year to 31 December 2021, the Charity has approximately five months (seven months at 31 December 2020) of expenditure in the general fund cash balance.

#### *Income*

LHM has received a total income of £429,962 which is 9% lower than the previous financial year (£470,036). Given the impact of Covid and the economic climate, the level of income in 2021 is deemed extremely satisfactory. There was a noticeable change in income sources during 2021 with cessation of Covid grants partly offset by increases in fundraising and other forms of grant income.

The Board of Trustees and office team are committed to ensuring that the level of income in the last two years is the new baseline to ensure the charity can continue to expand its service offering to new families and to the young people affected by their life-changing medical conditions as they get older. As the country adapts to the long-term consequences of Covid, it is expected that the income will revert to the historic sources with significant amounts of membership-driven fundraising.

#### *Expenditure*

The overall expenditure of £361,055 shows an increase of 5% when compared to the prior year (£344,694). The Trustees and office team took a strict view on costs once the first national lockdown was declared in March 2020. As the country showed signs of recovery in 2021 a key support event referred to as the Summer Party was held which was a highly successful way for families affected by a single ventricle heart condition to meet and support one another.

Further services have been expanded with a new team member joining reflecting the support needed by an increasing number of adults with a single ventricle heart condition as well as the printing of various publications. Staff costs decreased during the year in response to Covid but with the expansion of services and the designated funds, these are forecast to grow in the future.

#### **Future Developments**

The growth in the Charity membership in recent years has led to increased demand for the various services offered. One key focus area is the increasing age of the children with single ventricle conditions and this has led to the next stage of the Charity's strategy – "Creating a Better Future". The Charity will continue to provide and expand on the services to families of the younger affected children as well as to bereaved families but will look to build these services and develop new support into a full roadmap as the young people enter adulthood.

## Little Hearts Matter

(a company limited by guarantee)

### Trustees' Report (continued)

Year ended 31 December 2021

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#### Reference and administrative details

Charity number:	1123290
Company number:	06442071
Registered Office:	75 Harborne Road, 4th Floor, Edgbaston, Birmingham, West Midlands, B15 3BU

#### Our advisors

Bankers:	Barclays Bank plc Colmore Row, Birmingham
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Independent Examiner:	David Williams FCA FCCA Institute of Chartered Accountants in England and Wales Locke Williams Associates LLP Chartered Accountants Blackthorn House St Pauls Square Birmingham West Midlands B3 1RL
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Medical Adviser:	Dr David Crossland
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#### Trustees and Directors

The Directors of the charitable company (the Charity) are its Trustees for the purpose of charity law. The Trustees and Officers serving during the year and since the year end were as follows:

Chair:	D Baumber
Treasurer:	P Groves
Other Trustees:	I Baumber J Lube W Manger M O'Herlihy L Durkin (appointed 8 <sup>th</sup> May 2021) H Palmer (appointed 8 <sup>th</sup> May 2021) A Pearce (appointed 8 <sup>th</sup> May 2021) G Wallis (resigned 8 <sup>th</sup> May 2021, having not opted for re-election)

#### Key Management Personnel

Chief Executive & Service Lead	Suzie Hutchinson
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## **Little Hearts Matter**

(a company limited by guarantee)

### **Trustees' Report (continued)**

**Year ended 31 December 2021**

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#### **Structure, Governance and Management**

##### *Governing document*

The Company is limited by guarantee and is governed by its Memorandum and Articles of Association filed on 30 November 2007. The Company is also a Charity registered with the Charity Commission.

##### *Appointment of Trustees*

The Trustees of the Charity are appointed for a period of three years, at which point they must resign but are able to offer themselves for re-election at the Annual General Meeting if they so choose. Trustees can only be appointed at the Annual General Meeting by a majority vote of the members represented at the meeting and are proposed and seconded by current members of the Trustee Board.

##### *Trustee induction and training*

New Trustees receive a formal induction process whereby they spend at least one day in the Charity office to further understand the workings of the organisation. In addition to this they receive recent Charity Reports, financial reports and a binder explaining the full responsibilities of a Charity Trustee.

##### *Organisation*

At the quarterly Trustee meetings, the Trustees agree the broad strategy and areas of focus for the Charity. The day-to-day administration of the Charity is delegated to the Chief Executive who is given support by the Finance and General Purposes Committee, which consists of the Chair and two further Trustee members as well as the Chief Executive. The Committee meets every month.

#### **Risk Management**

The Board of Trustees has examined the major strategic, business and operational risks which the Charity has and confirms that systems have been established to enable a Risk Register to be produced so that the necessary steps can be taken to manage such risks.

Covid and the recovery from this virus, continues to present challenges to the Charity and its membership. The financial position during 2020 and 2021 improved through tight cost control and support from various grant making bodies as well as the membership. This position then lessens the risk to LHM but the Trustee board and office team continue to monitor the situation closely and adapt as required.

## **Little Hearts Matter**

(a company limited by guarantee)

### **Trustees' Report (continued)**

**Year ended 31 December 2021**

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#### **Grant Making Policy**

The applications for funding of projects are reviewed by the Board of Trustees for approval.

#### **Public Benefit**

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning future activities as well as setting the grant-making policy for the year.

#### **Trustees' responsibilities in relation to the Financial Statements**

The Trustees are responsible for preparing the annual report and financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Laws applicable to charitable companies in England and Wales require the Trustees and Directors to prepare financial statements for each financial period, which give a true and fair view of the charitable Company as at its balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial period. In preparing those 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,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable accounting standards have been followed, subject to any departures disclosed and explained in the financial statements, and
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charitable company will continue in operation.

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

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Board of Trustees and signed on their behalf by:



**P Groves**  
**Treasurer**

12 July 2022



## Little Hearts Matter

(a company limited by guarantee)

### Independent Examiner's Report to the Trustees of Little Hearts Matter

#### Year ended 31 December 2021

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I report to the charity trustees on my examination of the accounts of Little Hearts Matter (the Charity) for the year ended 31 December 2021.

#### Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

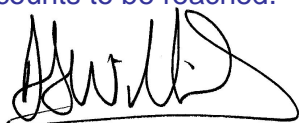
#### Independent Examiner's statement

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

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

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

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



David Williams FCA FCCA  
Institute of Chartered Accountants in England and Wales  
Locke Williams Associates LLP  
Chartered Accountants  
Blackthorn House  
St Pauls Square  
Birmingham  
West Midlands  
B3 1RL

12 July 2022

**Statement of Financial Activities including Income and Expenditure Account**

**Year ended 31 December 2021**

		<b>Unrestricted Funds</b>		<b>Restricteds</b>	<b>Total funds for</b>	<b>Total funds for</b>
		<b>General</b>	<b>Designated</b>	<b>Funds</b>	<b>year ended 31</b>	<b>year ended 31</b>
	<b>Note</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>December 2021</b>	<b>December 2020</b>
					<b>£</b>	<b>£</b>
<b>Incoming resources</b>						
Donations		79,191	-	1,160	<b>80,351</b>	84,372
Fundraising		124,357	-	-	<b>124,357</b>	89,276
Corporate/grant funders		103,922	-	96,826	<b>200,748</b>	172,667
Covid donations/grants		-	-	-	<b>-</b>	95,652
Tax refunds		19,600	-	-	<b>19,600</b>	25,493
Income from sale of merchandise	3	4,906	-	-	<b>4,906</b>	2,576
<b>Total incoming resources</b>		<b>331,976</b>	<b>-</b>	<b>97,986</b>	<b>429,962</b>	<b>470,036</b>
<b>Resources expended</b>						
Costs of generating funds	4	16,034	-	-	<b>16,034</b>	8,117
Charitable activities	5	256,709	-	88,312	<b>345,021</b>	336,577
<b>Total resources expended</b>		<b>272,743</b>	<b>-</b>	<b>88,312</b>	<b>361,055</b>	<b>344,694</b>
<b>Transfers between funds</b>		<b>(75,000)</b>	<b>75,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net movement in funds</b>		<b>(15,767)</b>	<b>75,000</b>	<b>9,674</b>	<b>68,907</b>	<b>125,342</b>
Fund balance at 31 December 2020		195,261	-	161,625	<b>356,886</b>	231,544
<b>Fund balance at 31 December 2021</b>		<b>179,494</b>	<b>75,000</b>	<b>171,299</b>	<b>425,793</b>	<b>356,886</b>

The Statement of Financial Activities includes all gains and losses recognised in the period.

All income and expenditure derive from continuing activities.

## Little Hearts Matter

(a company limited by guarantee, company number 06442071)

### Balance Sheet

As at 31 December 2021

		As at 31 December 2021 £	As at 31 December 2020 £
	Notes		
<b>Fixed assets</b>			
Intangible fixed assets	10	3,122	-
Tangible fixed assets	10	4,125	2,172
		<u>7,247</u>	<u>2,172</u>
<b>Current assets</b>			
Debtors	11	24,317	13,733
Cash at bank and in hand	12	404,546	349,500
		<u>428,863</u>	<u>363,233</u>
<b>Creditors: amounts falling due within one year</b>	13	(10,317)	(8,519)
Net current assets		<u>418,546</u>	<u>354,714</u>
<b>Net assets</b>		<u>425,793</u>	<u>356,886</u>
<b>Funds</b>			
Unrestricted:			
General	14	179,494	195,261
Designated	14	75,000	-
		<u>254,494</u>	<u>195,261</u>
Restricted	14, 15	<u>171,299</u>	<u>161,625</u>
<b>Total Charity Funds</b>		<u>425,793</u>	<u>356,886</u>

For the year ended 31 December 2021 the Company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2021 in accordance with Section 476 of the Companies Act 2006.

The Directors acknowledge their responsibilities for complying with the requirements of the Act with respect to the accounting records and the preparation of the accounts.

These financial statements were approved by the Board of Directors on 18<sup>th</sup> June 2022 and signed on its behalf on 12<sup>th</sup> July 2022 by:



**D Baumber**  
Chair  
Director



**P Groves**  
Treasurer  
Director

**Notes to the Financial Statements**

**Year ended 31 December 2021**

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**1 Company status**

The charity is a company limited by guarantee in England and Wales and does not have any share capital. The liability of the members is limited and shall not exceed £1 per member. Any surplus on winding up is to be donated to a charity whose objects are of a similar nature. The charitable company has taken advantage of section 60 of the Companies Act 2006 and deleted the word 'Limited' from its name.

**2 Principal accounting policies**

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's accounts.

**a) Basis of accounting**

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

The Charity has applied Update Bulletin 1 as published on 2 February 2016 and does not include a cash flow statement on the grounds that it is applying FRS 102 section 1A.

The Charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Preparation of the accounts on a going concern basis. The charity reported a surplus of £68,907 during the year, had total funds of £425,793 and cash balances of £404,546. The Trustees are of the view that on this basis the charity is a going concern. The trustees remain in regular contact with members and sponsoring bodies to secure their ongoing financial support.

The financial statements are prepared in sterling which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest pound.

**b) Income**

Income is recognised when the charity has entitlement to the funds, any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably.

For legacies, entitlement is taken as the earlier of the date on which either the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executors to the charity that a distribution will be made, or when a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executors' intention to make a distribution.

The charity received no grants related to the coronavirus job retention scheme during the year (2020: £26,602).

**Notes to the Financial Statements (continued)**

**Year ended 31 December 2021**

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**2 Principal accounting policies (continued)**

**c) Expenditure and irrecoverable VAT**

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

**d) Governance costs**

Governance costs comprise costs for the running of the Charity itself as an organisation.

**e) Stocks**

Stocks are valued at the lower of cost and net realisable value. Given the slow moving nature of the stocks, these balances have now been fully written off.

**f) Cash and cash equivalents**

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

**g) Tangible fixed assets and depreciation**

Tangible fixed assets are capitalised and included at cost including any incidental expenses of acquisition. Only items with a cost greater than £1,000 are capitalised with lower values expensed through the Statement of Financial Activities.

Fixed assets are depreciated at annual rates estimated to write off the cost over their expected working life on the following bases:

Fixtures and fittings	20%
Computer equipment	33%
Websites	20%

The original cost of websites is capitalised into fixed assets but ongoing maintenance and minor modifications are shown in the Statement of Financial Activities.

**h) Operating leases**

Rental charges are charged on a straight-line basis over the term of the lease.

**i) Taxation**

Little Hearts Matter is registered as a Charity with the Charity Commission and under the provisions of Section 478 Corporation Tax Act 2010, is exempt from liability to taxation.

**j) Financial instruments**

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

**k) Donated services**

The Board of Trustees also provide services to the Charity for day to day book-keeping, report production, payroll services, information production and other ad-hoc tasks. The Charity also has approximately 50 volunteers who lead regional groups, help provide the dedicated support line service and support administrative tasks in the office. In accordance with the Charities SORP (FRS 102), the general volunteer time of these groups has not been recognised in these accounts.

**Notes to the Financial Statements (continued)**

**Year ended 31 December 2021**

**2 Principal accounting policies (continued)**

**l) Critical accounting estimates and judgements**

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

**3 Profit on sale of merchandise**

	<b>Year ended 31 December 2021</b>	<b>Year ended 31 December 2020</b>
	<b>£</b>	<b>£</b>
Sales	<b>4,906</b>	2,576
Cost of sales (note 4)	<b>(2,885)</b>	(1,162)
<b>Net profit</b>	<b>2,021</b>	1,414

**4 Costs of generating funds**

	<b>Year ended 31 December 2021</b>	<b>Year ended 31 December 2020</b>
	<b>£</b>	<b>£</b>
LHM Events	<b>4,385</b>	514
Fundraising website charges	<b>4,052</b>	3,108
Cost of sales of merchandise (note 3)	<b>2,885</b>	1,162
Printing, travel and postage	<b>1,445</b>	872
Other	<b>3,267</b>	2,461
	<b>16,034</b>	8,117

**Notes to the Financial Statements (continued)**

**Year ended 31 December 2021**

**5 Charitable activities**

	Year ended 31 December 2021 £	Year ended 31 December 2020 £
Staff costs	188,205	208,278
Rent and service charges	47,952	48,043
Open day / Summer event	22,640	6,496
Printing/photocopying	19,157	8,360
IT support & Licences	11,251	11,922
Governance costs	6,570	6,772
Database	6,162	4,359
Telephone	5,600	3,768
Newsletter	5,123	3,971
Depreciation	4,395	5,223
Insurance	3,922	2,408
Gifts	3,307	2,881
Postage	3,254	6,273
Bereavement events	2,670	143
Youth activities	2,239	1,328
Training	2,005	1,363
Subscriptions	1,937	1,946
Travel and hotels	1,655	347
Pensions administration	1,123	1,123
Public awareness	900	2,302
Membership roadshow	-	1,747
Activity weekends	-	1,080
Other costs	4,954	6,444
	<b>345,021</b>	<b>336,577</b>
Analysed as:		
Unrestricted: General	256,709	259,043
Unrestricted: Designated	-	-
Restricted	88,312	77,534
	<b>345,021</b>	<b>336,577</b>

**Notes to the Financial Statements (continued)**

**Year ended 31 December 2021**

**6 Governance costs**

	Year ended 31 December 2021	Year ended 31 December 2020
	£	£
Staff costs	4,885	4,943
Independent examiner's fee	1,685	1,625
Trustee expenses	-	123
Training	-	81
	<b>6,570</b>	<b>6,772</b>

The Trustee expenses have been apportioned to take account of meetings attended by the Trustees involved in day-to-day running of the Charity and the values above relate to travel to Trustee meetings. The staff costs are an apportionment based on estimated time.

Expenses relating to previous years included within creditors: amounts due within one year (note 13) have been released and treated as donations where claims have not been made.

The amount paid to the independent examiner for the independent examination in the year totalled £1,685 (2020: 1,625).

**7 Trustees' remuneration**

No remuneration has been paid to the members of the Board of Trustees. During the year no members of the Board of Trustees was reimbursed for travel expenses (2020: £nil). Where feasible the Charity incurs the cost directly for Trustee travel and accommodation expenses.

**8 Staff costs**

The aggregate cost of employment was as follows:

	Year ended 31 December 2021	Year ended 31 December 2020
	£	£
Wages and salaries	177,161	194,822
Social security costs	11,004	12,609
Pensions	4,925	5,790
	<b>193,090</b>	<b>213,221</b>
The average number of employees was:		
Administration	<b>8</b>	<b>9</b>

No employees received benefits of more than £60,000.

The key management personnel of the Charity comprise the Trustees, the Chief Executive, the Youth Leader and Fundraising Manager. The total employee benefits of the key management personnel were £102,428 (2020: £105,276).



**Notes to the Financial Statements (continued)**

**Year ended 31 December 2021**

**9 Comparatives for the Statement of Financial Activities**

	Year ended 31 December 2020		
	Unrestricted Funds £	Restricted Funds £	Total Funds £
<b>Incoming resources</b>			
Donations	81,797	2,575	<b>84,372</b>
Fundraising	89,276	-	<b>89,276</b>
Corporate/grant funders	86,899	85,768	<b>172,667</b>
Covid donations/grants	26,602	69,050	<b>95,652</b>
Tax refunds	25,493	-	<b>25,493</b>
Income from sale of merchandise	2,576	-	<b>2,576</b>
<b>Total incoming resources</b>	<b>312,643</b>	<b>157,393</b>	<b>470,036</b>
<b>Resources expended</b>			
Costs of generating funds	8,117	-	<b>8,117</b>
Charitable activities	259,043	77,534	<b>336,577</b>
<b>Total resources expended</b>	<b>267,160</b>	<b>77,534</b>	<b>344,694</b>
<b>Net movement in funds</b>	<b>45,483</b>	<b>79,859</b>	<b>125,342</b>
Total funds brought forward	149,778	81,766	<b>231,544</b>
<b>Total funds carried forward</b>	<b>195,261</b>	<b>161,625</b>	<b>356,886</b>

**Notes to the Financial Statements (continued)**

**Year ended 31 December 2021**

**10 Tangible fixed assets**

	Fixtures and fittings £	Computer equipment £	Total Tangible fixed assets £	Intangible fixed assets: websites £
<b>Cost</b>				
At 1 January 2021	1,217	9,557	10,774	12,481
Additions	-	5,568	5,568	3,902
Disposals	-	(4,282)	(4,282)	(12,481)
<b>At 31 December 2021</b>	<b>1,217</b>	<b>10,843</b>	<b>12,060</b>	<b>3,902</b>
<b>Depreciation</b>				
At 1 January 2021	1,217	7,385	8,602	12,481
Charge for the year	-	3,615	3,615	780
Disposals	-	(4,282)	(4,282)	(12,481)
<b>At 31 December 2021</b>	<b>1,217</b>	<b>6,718</b>	<b>7,935</b>	<b>780</b>
<b>Net Book value</b>				
<b>At 31 December 2021</b>	<b>-</b>	<b>4,125</b>	<b>4,125</b>	<b>3,122</b>
At 31 December 2020	-	2,172	2,172	-

**11 Debtors**

	As at 31 December 2021 £	As at 31 December 2020 £
Prepayments	24,317	13,733

**12 Cash at bank and in hand**

	As at 31 December 2021 £	As at 31 December 2020 £
Current accounts	403,840	348,537
Cash in hand	706	963
	<b>404,546</b>	<b>349,500</b>

**Notes to the Financial Statements (continued)**

**Year ended 31 December 2021**

**13 Creditors: amounts falling due within one year**

	<b>As at 31 December 2021 £</b>	<b>As at 31 December 2020 £</b>
Taxation and social security	<b>4,857</b>	3,173
Accruals	<b>5,460</b>	5,346
	<b>10,317</b>	8,519

**14 Analysis of net assets between funds**

	<b>Restricted fund £</b>	<b>Unrestricted funds £</b>	<b>As at 31 December 2021 £</b>	<b>As at 31 December 2020 £</b>
Fixed assets	4,042	3,205	<b>7,247</b>	2,172
Net current assets	167,257	251,289	<b>418,546</b>	354,714
	<b>171,299</b>	<b>254,494</b>	<b>425,793</b>	356,886

**15 Analysis of charitable funds**

	<b>As at 31 December 2020 £</b>	<b>Incoming resources<sup>1</sup> £</b>	<b>Resources expended £</b>	<b>As at 31 December 2021 £</b>
<b>Unrestricted funds:</b>				
General Fund	195,261	256,976	(272,743)	<b>179,494</b>
Designated Fund	-	75,000		<b>75,000</b>
	<b>195,261</b>	<b>331,976</b>	<b>(272,743)</b>	<b>254,494</b>
<b>Restricted funds:</b>				
Persimmon - Covid	50,000	-	(14,780)	<b>35,220</b>
Lottery Community Fund	29,707	34,155	(31,851)	<b>32,011</b>
Paul Hamlyn - adult services	-	30,000	(5,130)	<b>24,870</b>
Barbara Ward	10,116	7,000	(142)	<b>16,974</b>
Youth services	15,603	-	(564)	<b>15,039</b>
Freddy Fund	10,565	1,160	-	<b>11,725</b>
St James's Place - Covid	6,930	-	-	<b>6,930</b>
Children in Need	603	21,171	(15,761)	<b>6,013</b>
British Medical Association	10,000	-	(4,073)	<b>5,927</b>
Jigzy		4,500	-	<b>4,500</b>
Lottery - In Memory	6,650	-	(2,902)	<b>3,748</b>
Energy Project	3,391	-	-	<b>3,391</b>
Theo Walker	1,177	-	-	<b>1,177</b>
Medical Information Fund	5,500	-	(5,500)	-
Lottery - Covid	4,905	-	(4,905)	-
Brave Heart Awards	2,031	-	(2,031)	-
Children in Need - Covid	673	-	(673)	-
Other	3,774	-	-	<b>3,774</b>
	<b>161,625</b>	<b>97,986</b>	<b>(88,312)</b>	<b>171,299</b>
<b>Total funds</b>	<b>356,886</b>	<b>429,962</b>	<b>(361,055)</b>	<b>425,793</b>

<sup>1</sup> For ease of understanding, the transfer between the general and designated funds has been presented within income resources,

**Notes to the Financial Statements (continued)****Year ended 31 December 2021**

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**15 Analysis of charitable funds (continued)**

The designated funds have been created to ensure that any shortfall in funding for the core services of LHM can met. This then provides continuity of support for the membership.

The restricted funds relate to the following:

'Covid' Funds	These funds have been provided from various bodies to ensure the continuation of various key services to the membership during the recovery from the Covid 19 pandemic.
Lottery Community Fund	This provides funding for Social Media Service provision.
Paul Hamlyn	These funds have been provided to enable LHM to expand its services and provide dedicated services to adults with a single ventricle heart condition.
Barbara Ward Fund	These funds have been received to provide activity weekends for the children and their siblings, affected by a single ventricle heart condition.
Youth services	This provides dedicated funds for youth events and also seed capital for the youth website development project.
Freddy Fund	In memory of a child that died, this fund is used to support projects to inform and help the brothers and sisters of children born with single ventricle heart disease.
Children in Need	Funding for youth services including a dedicated Youth Officer.
British Medical Association	This funding has been provided to develop resources for young people, their families and their relevant healthcare professionals regarding the transition from child to adult medical support with a single ventricle heart condition.
Lottery – In Memory	This fund supports the memorial events provided by LHM.
Energy Project	These are funds which have been received to support the Energy Project and describes the “spoons of energy” initiative which gives children a simple way to explain to others how their condition affects them day to day.
Theo Walker Fund	In memory of a child that died, this fund was created to help raise awareness of the support and information services that the Charity provides throughout the country.

**16 Commitments**

The Charity has no on-going capital commitments as at 31 December 2021.

**Notes to the Financial Statements (continued)****Year ended 31 December 2021**

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**17 Related Party Transactions**

The only related party transactions, other than expenses disclosed in note 7, have been monies received from the Trustees and their families as follows:

	<b>Year ended 31 December 2021</b>	<b>Year ended 31 December 2020</b>
	<b>£</b>	<b>£</b>
Donations	<b>425</b>	250
Fundraising	-	-
Merchandise	<b>101</b>	-
	<b>526</b>	250