

COMPANY REGISTRATION NUMBER: 02557203
CHARITY REGISTRATION NUMBER: 1146357

Seaton and District Hospital League of Friends
Company Limited by Guarantee
Financial Statements
30 September 2021

Seaton and District Hospital League of Friends

Company Limited by Guarantee

Financial Statements

Year ended 30 September 2021

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Seaton and District Hospital League of Friends

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 30 September 2021

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 30 September 2021.

Reference and administrative details

Registered charity name Seaton and District Hospital League of Friends

Charity registration number 1146357

Company registration number 02557203

Principal office and registered office Seaton Community Hospital
Valley View
Seaton
Devon
EX12 2UU

The trustees

Dr Mark Welland - Chair
Shirley Robinson - Treasurer
Dr John Coop - Vice chair
Kirstine House (Resigned 14 October 2020)
Mark Ollier
Carol Rowe - Secretary
Sheila Heys
Julie Gosling (Appointed 11 November 2020)
Mary Bowles (Appointed 11 November 2020)
Julia Hitchcock (Appointed 11 November 2020)

Auditor Thomas Westcott Chartered Accountants
Timberly
South Street
Axminster
Devon
England
EX13 5AD

Solicitors WBW incorporating Beviss & Beckingsale
Law Chambers
1 Major Terrace
Seaton
EX12 2RF

Bankers Lloyds
Trinity Square
Axminster
Devon
EX13 5AL

Seaton and District Hospital League of Friends

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 30 September 2021

Structure, governance and management

Seaton & District Hospital League of Friends is a company limited by guarantee and it is governed by its Memorandum and Articles of Association dated 12th November 1990.

New trustees may be appointed by the members by ordinary resolution. They may also be appointed by the board of trustees, but if so the new trustees must retire at the next Annual General Meeting (AGM), although they will be eligible for re-appointment by the members at the AGM. At each AGM one third of the trustees other than those new trustees must retire (those who have been longest in office) and are subject to retirement by rotation, but are eligible for re-appointment by the members.

Each new Trustee receives the Charity Commission publication 'The Essential Trustee: What you need to know' as well as the most recent published annual report and a copy of the Memorandum and Articles of Association. Trustees also attend an induction day.

An internal conflict of interest register is in place which is based on submissions of declaration of interests completed by all Trustees. Trustee meeting policy is that, where Trustees have an interest in the matter under discussion, they will absent themselves from these discussions and decisions.

The Charity is governed by a board of trustees who meet to determine the strategic direction of the charity and a manager is employed to deal with the day to day running of the organisation. The board has met nine times during the year. The quorum for meetings of trustees is five trustees (at least 1 officer). Decisions are made by majority vote and in the event of a tied vote the Chair of the meeting has a second and deciding vote.

Objectives and activities

The main objective of the charity is to relieve patients and former patients of the hospital and other invalids in the community who are sick, convalescent, disabled, handicapped, infirm or in need of financial assistance and generally to support the charitable work of the hospital.

Public Benefit

The Trustees continue to give due regard to the public benefit provided by the Charity in relation to its charitable purpose as set out by the objectives above and have given due consideration to the relevant guidance issued by the Charity Commission. The Trustees will continue to ensure that the activities that promote the charitable objects above will be applied to provide public benefit.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Achievements and performance

The Government restrictions put in place at the start of the Covid-19 pandemic have affected the league's ability to fund raise and to provide a monthly community group.

Our total unrestricted income for the year was £289,831. A further £33,161 was received in respect of restricted funds bringing the total income to the League for the year of £322,992.

The League derives its income from five principal sources:

It maintains two Charity shops in Fore Street, Seaton which have suffered during the year from

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 30 September 2021

repeated closures, reduced donations, a loss of volunteers and a reduction in opening hours. The shops have produced a reasonable income under the circumstances. The shops are managed by two part-time managers who keep the shops running smoothly. During the financial year gross sales were £50,888 a decrease of £5,108 on the previous year which reflects the forced closure. The expenses of maintaining the shops amounted to £59,670, £2,131 more than last year (including shop managers wages). The League has utilised available grants and the job retention scheme. The vast majority of the labour is provided on a voluntary basis.

The League undertakes several fundraising events during the year, such as a Summer Fete and a Christmas Market, both of which had to be cancelled this year. The League was able to hold a successful Craft Fayre in the summer. A successful weekly Bingo group with around 70 regular attendees was able to re-start from September 2021. The group which meets at Colyford specifically raised funds for the Seaton Hospiscare@Home service. In September the League also started a weekly bingo group in Seaton. The League also operates a "100 Club" which has not been affected by the pandemic.

The League also has the benefit of Investment Income totalling £36,035 during the year, reflecting the funds on deposit. This income stream remains severely affected by the climate of low interest rates that have prevailed during the year.

Another source of income continues to come from former patients remembering the League in their wills. This financial year saw income from this source of £150,049. Numerous individual and corporate donations were also received, reflecting the wide support the League receives locally.

The League also continues to let the Doris South Carers' Haven to carers nationally and families of local residents. The letting income relating to the property in the year was £14,458 (September 2020: £6,214) with attributable expenses of £5,005 (September 2020: £5,580).

The unpredictable nature of the income received makes it difficult for the Trustees to plan expenditure until funds are held. However, the League has ongoing programmes for the benefit of patients in the area.

The League maintains an office within the hospital and employs a part-time manager.

Our volunteers continue to help us with our charity activities and are a great asset. We value all our volunteers and support them in the various roles they perform in helping our charity make a positive difference in our community.

League volunteers supported The Seaton & Colyton Medical Practice with the Vaccination clinics, giving 1221 hours to support the programme. This was very much appreciated by both staff and patients.

At Seaton Hospital, League volunteers maintain the hospital gardens, £461 was spent during the year on this.

Hospital refreshments have continued to be supplied and amounted to £447.65 for the year

The League also runs Friends in the Community, a monthly group providing companionship, social and leisure activities in a relaxed atmosphere at St. Gregory's Church Centre. The temporary cancellation of these meetings caused great hardship to those most in need of contact during the lockdowns. The group was able to re-start in September 2021

The League has purchased an Automated ABPI Machine for the hospital, costing £2,404.00. At the end of the year the League had commitments as set out in the Reserves Policy.

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 30 September 2021

Seaton Hospiscare@Home

In 2015 the League of Friends commissioned Hospiscare to run our dedicated end of life home nursing service, Seaton Friends Hospiscare@Home. Hospiscare provides the nurses and the League funds the service. There is a small team of nurses who deliver expert care and support to patients approaching the end of their life allowing them the choice of remaining in their own homes. They also provide support for the families that is full of kindness and understanding. Now in its seventh year, the service continued until the end of the League's financial year to provide much needed care to those nearing the end of their lives.

In 2019 there was a change to the service where the League collaborated with Axminster League of Friends. Both towns have their own separate bases and each League raises funds for the work that goes on in their town and area. Collaborating with Axminster League of Friends has enabled the League to reduce costs.

Total expenditure this financial year amounted to £282,297 (2020: 340,018).

At the end of the financial year, Hospiscare ceased to be the service provider. The League is moving forward with plans to commission a new 'at home end of life palliative care service'. This service will remain for patients registered with a GP in Beer, Colyton and Seaton who wish to remain in their own homes at the end of their life.

Over the year the League has made a surplus of £144,040

At the end of the year the League had commitments as set out in the Reserves Policy.

We should like to thank everyone for their support and donations during the year 2020/2021. First and foremost, we should like to remember the people whose legacy gifts funded some of our work this year. To them and their families we extend our very special thanks.

We should also like to thank the families and friends of those who have sadly passed away this year for their kind donations received in memory of their loved ones.

We should particularly like to thank the following for raising money for the League this year:

Amazon Smile
Andrew Place
Barbara Deardon Potter
Beer Action Group
Bus Pass Productions
Carole Seaward
Duncan Driver
Haven Court
Isla Heal
Jackie Hamblen
Janet & John Lang
Peter 'Chunky' Bartlett
Seaton & District Lions
Seaton WI
Shirley Carroll Southleigh Village Show
The Seaton & Colyton Medical Practice
Waitrose
Zoe Woodward

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Year ended 30 September 2021

Finally, we should like to thank all of our volunteers without whom none of our work would have been possible. League volunteers have kindly donated over 5000 hours during the financial year

Financial review

Investment Policy

Where funds are believed to be surplus to immediate requirements they are placed on term deposit with clearing banks in order to maximise the interest received. The Trustees are conscious that all funds under their control have been donated and entrusted to them by members of the public and that they have a duty to safeguard these funds. The risk of loss is thought to be moderate. The League may however be exposed to some investment risks.

Financial reserves policy

When considering a reserves policy the Trustees make a realistic assessment of the present and future liabilities of the League, with an assessment of the likely level of income to be received over future years. As the vast majority of the League's income is derived from donations made in wills, an accurate prediction can only be gained by looking at the level of income from shop trading and fundraising activities.

Reserves at 30th September 2021

1. In view of the irregular nature of income received, the Trustees consider that the sum of £325,000 should be retained as free reserves to enable them to meet any future urgent requests rapidly.
2. Reserves include £190,312 of fixed assets held to further the objects of the charity.
3. Therefore at 30 September 2021 a total reserve of £1.12 million is considered prudent for the year to 30 September 2022.
4. This policy is reviewed annually and reported to members at each AGM.

Plans for future periods

Our plans for 2022

We aim to initiate a new At Home, end of life palliative care service. We are anxious to continue supporting local people in the last stages of their lives.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 30 September 2021

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 applicable Charities SORP;
- make judgments and accounting 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 30 September 2021

The trustees' annual report and the strategic report were approved on 9/02/22 and signed on behalf of the board of trustees by:



Dr Mark Welland - Chair
Trustee



Shirley Robinson - Treasurer
Trustee



Carol Rowe - Secretary
Trustee

Seaton and District Hospital League of Friends

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Independent Auditor's Report to the Members of Seaton and District Hospital League of Friends

Year ended 30 September 2021

Opinion

We have audited the financial statements of Seaton and District Hospital League of Friends (the 'charity') for the year ended 30 September 2021 which comprise the statement of financial activities (including income and expenditure account), statement of financial position and the related notes, 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 FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 September 2021 and of its 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;
- 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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

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Company Limited by Guarantee

Independent Auditor's Report to the Members of Seaton and District Hospital League of Friends *(continued)*

Year ended 30 September 2021

Other information

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

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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the 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.

Seaton and District Hospital League of Friends

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Independent Auditor's Report to the Members of Seaton and District Hospital League of Friends *(continued)*

Year ended 30 September 2021

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

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 identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience and through discussion with the trustees and management. We communicated identified laws and regulations throughout our team, and remained alert to any indications of non-compliance throughout the audit.

The charity is subject to laws and regulations that govern the preparation of the financial statements, including financial reporting legislation, and other charity and companies legislation. The charity is also subject to other laws and regulations where the consequences of non-compliance could have a material impact on the amounts or disclosures within the financial statements, including but not limited to, employment, anti-bribery and anti-money laundering.

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. In any audit, there remains a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

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Company Limited by Guarantee

Independent Auditor's Report to the Members of Seaton and District Hospital League of Friends *(continued)*

Year ended 30 September 2021

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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Independent Auditor's Report to the Members of Seaton and District Hospital League of Friends *(continued)*

Year ended 30 September 2021

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity'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 charity'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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.



Stuart Carrington FCA (Senior Statutory Auditor)

For and on behalf of
Thomas Westcott Chartered Accountants
Timberly
South Street
Axminster
Devon
England
EX13 5AD 22 - 2 - 2022

Seaton and District Hospital League of Friends

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Statement of Financial Activities (including income and expenditure account)

Year ended 30 September 2021

		Unrestricted funds £	2021 Restricted funds £	Total funds £	2020 Total funds £
	Note				
Income and endowments					
Donations and legacies	5	199,209	22,848	222,057	114,880
Charitable activities	6	3,237	—	3,237	—
Other trading activities	7	51,350	10,313	61,663	67,396
Investment income	8	36,035	—	36,035	42,133
Total income		<u>289,831</u>	<u>33,161</u>	<u>322,992</u>	<u>224,409</u>
Expenditure					
Expenditure on raising funds:					
Costs of other trading activities	9	59,754	188	59,942	59,221
Expenditure on charitable activities	10,11	44,738	177,617	222,355	280,797
Total expenditure		<u>104,492</u>	<u>177,805</u>	<u>282,297</u>	<u>340,018</u>
Net gains/(losses) on investments	14	103,345	—	103,345	(8,353)
Net income/(expenditure)		<u>288,684</u>	<u>(144,644)</u>	<u>144,040</u>	<u>(123,962)</u>
Transfers between funds		(144,644)	144,644	—	—
Net movement in funds		<u>144,040</u>	<u>—</u>	<u>144,040</u>	<u>(123,962)</u>
Reconciliation of funds					
Total funds brought forward		2,096,419	—	2,096,419	2,220,381
Total funds carried forward		<u>2,240,459</u>	<u>—</u>	<u>2,240,459</u>	<u>2,096,419</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 15 to 26 form part of these financial statements.

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Statement of Financial Position

30 September 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible fixed assets	19	190,312	190,624
Investments	20	1,371,436	1,233,457
		<u>1,561,748</u>	<u>1,424,081</u>
Current assets			
Debtors	21	41,700	2,004
Cash at bank and in hand		757,503	699,164
		<u>799,203</u>	<u>701,168</u>
Creditors: amounts falling due within one year	22	120,492	28,830
Net current assets		<u>678,711</u>	<u>672,338</u>
Total assets less current liabilities		<u>2,240,459</u>	<u>2,096,419</u>
Net assets		<u>2,240,459</u>	<u>2,096,419</u>
Funds of the charity			
Unrestricted funds		2,240,459	2,096,419
Total charity funds	25	<u>2,240,459</u>	<u>2,096,419</u>

These financial statements were approved by the board of trustees and authorised for issue on 9/12/22, and are signed on behalf of the board by:



Dr Mark Welland - Chair
Trustee



Shirley Robinson - Treasurer
Trustee



Carol Rowe - Secretary
Trustee

The notes on pages 15 to 26 form part of these financial statements.

Seaton and District Hospital League of Friends

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Notes to the Financial Statements

Year ended 30 September 2021

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Seaton Community Hospital, Valley View, Seaton, Devon, EX12 2UU.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

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Notes to the Financial Statements *(continued)*

Year ended 30 September 2021

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are 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. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Seaton and District Hospital League of Friends

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 30 September 2021

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

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

Motor vehicles	- 25% straight line
Equipment	- Straight line over 3 years

There is no charge for depreciation in respect of Freehold Property, as the residual value is expected to be at least equal to cost.

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

Seaton and District Hospital League of Friends

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 30 September 2021

3. Accounting policies *(continued)*

Government grants *(continued)*

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

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.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by guarantee

Seaton & District Hospital League of Friends is a company limited by guarantee and accordingly does not have share capital.

Every member of the company undertakes to contribute such amount as may be required, not exceeding £1, to the assets of the charitable company in the event of it being wound up while he or she is a member, or within one year after he or she ceases to be a member.

Seaton and District Hospital League of Friends

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 30 September 2021

5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations			
Donations and bequests	154,617	—	154,617
Churston Rise	14,458	—	14,458
Friends in the community	—	21	21
Hospiscare @ Home	—	22,827	22,827
Grants			
Government grant income	30,134	—	30,134
	<u>199,209</u>	<u>22,848</u>	<u>222,057</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Donations			
Donations and bequests	25,331	—	25,331
Churston Rise	6,214	—	6,214
Friends in the community	—	296	296
Hospiscare @ Home	—	42,593	42,593
Grants			
Government grant income	40,446	—	40,446
	<u>71,991</u>	<u>42,889</u>	<u>114,880</u>

6. Charitable activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Feed in Tariff	<u>3,237</u>	<u>3,237</u>	<u>—</u>	<u>—</u>

7. Other trading activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Subscriptions	462	—	462
Fundraising for Hospiscare @ Home	—	10,313	10,313
Shop income	50,888	—	50,888
	<u>51,350</u>	<u>10,313</u>	<u>61,663</u>

Seaton and District Hospital League of Friends

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 30 September 2021

7. Other trading activities *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Subscriptions	363	—	363
Fundraising for Hospiscare @ Home	—	11,037	11,037
Shop income	55,996	—	55,996
	<u>56,359</u>	<u>11,037</u>	<u>67,396</u>

8. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Income from listed investments	34,785	34,785	35,977	35,977
Bank interest receivable - General	1,250	1,250	6,156	6,156
	<u>36,035</u>	<u>36,035</u>	<u>42,133</u>	<u>42,133</u>

9. Costs of other trading activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Costs of other trading activities - Shop costs	59,670	—	59,670
Costs of other trading activities - Fundraising events	84	188	272
	<u>59,754</u>	<u>188</u>	<u>59,942</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Costs of other trading activities - Shop costs	57,539	—	57,539
Costs of other trading activities - Fundraising events	14	1,668	1,682
	<u>57,553</u>	<u>1,668</u>	<u>59,221</u>

Seaton and District Hospital League of Friends

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 30 September 2021

10. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Relieving patients and former patients of Seaton Hospital	9,120	177,136	186,256
Support costs	35,618	481	36,099
	<u>44,738</u>	<u>177,617</u>	<u>222,355</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Relieving patients and former patients of Seaton Hospital	15,551	224,791	240,342
Support costs	40,037	418	40,455
	<u>55,588</u>	<u>225,209</u>	<u>280,797</u>

11. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2021 £	Total fund 2020 £
Relieving patients and former patients of Seaton Hospital	186,256	—	186,256	240,342
Governance costs	—	36,099	36,099	40,455
	<u>186,256</u>	<u>36,099</u>	<u>222,355</u>	<u>280,797</u>

12. Analysis of support costs

	Analysis of support costs of charitable activities £	Total 2021 £	Total 2020 £
Staff costs	20,544	20,544	19,590
Communications and IT	523	523	653
General office	3,534	3,534	10,237
Governance costs	7,695	7,695	5,743
Legal and other professional fees	3,803	3,803	4,232
	<u>36,099</u>	<u>36,099</u>	<u>40,455</u>

Seaton and District Hospital League of Friends

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 30 September 2021

13. Analysis of grants

	2021 £	2020 £
Grants to institutions		
Grants to local charities	—	7,000
Total grants	<u>—</u>	<u>7,000</u>

14. Net gains/(losses) on investments

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Gains/(losses) on listed investments	<u>103,345</u>	<u>103,345</u>	<u>(8,353)</u>	<u>(8,353)</u>

15. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2021 £	2020 £
Depreciation of tangible fixed assets	<u>312</u>	<u>5,430</u>

16. Auditors remuneration

	2021 £	2020 £
Fees payable for the audit of the financial statements	<u>5,391</u>	<u>4,911</u>
Fees payable to the charity's auditor and its associates for other services: Other non-audit services	<u>2,496</u>	<u>2,397</u>

17. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021 £	2020 £
Wages and salaries	43,993	42,383
Employer contributions to pension plans	<u>985</u>	<u>797</u>
	<u>44,978</u>	<u>43,180</u>

Seaton and District Hospital League of Friends

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 30 September 2021

17. Staff costs (continued)

The average head count of employees during the year was 3 (2020: 3). The average number of full-time equivalent employees during the year is analysed as follows:

	2021 No.	2020 No.
Management staff	1	1
Shop staff	2	2
	<u>3</u>	<u>3</u>

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

18. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

Four trustees have claimed expenses or had their expenses met by the charity (2020: Two).

The total amount of expenses reimbursed to trustees was £426 (2020: £367). These expenses were costs incurred by the trustees for administrative expenses, charitable activities and also the reimbursement of travel costs.

19. Tangible fixed assets

	Freehold property £	Motor vehicles £	Equipment £	Total £
Cost				
At 1 October 2020 and 30 September 2021	<u>190,000</u>	<u>11,800</u>	<u>36,560</u>	<u>238,360</u>
Depreciation				
At 1 October 2020	—	11,800	35,936	47,736
Charge for the year	—	—	312	312
At 30 September 2021	—	<u>11,800</u>	<u>36,248</u>	<u>48,048</u>
Carrying amount				
At 30 September 2021	<u>190,000</u>	—	312	190,312
At 30 September 2020	<u>190,000</u>	—	624	<u>190,624</u>

Seaton and District Hospital League of Friends

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 30 September 2021

20. Investments

	Listed investments £
Cost or valuation	
At 1 October 2020	1,233,457
Additions	—
Fair value movements	103,345
Other movements	34,634
At 30 September 2021	1,371,436
Impairment	
At 1 October 2020 and 30 September 2021	
Carrying amount	
At 30 September 2021	1,371,436
At 30 September 2020	1,233,457

All investments shown above are held at valuation.

Financial assets held at fair value

Investments are revalued to their fair value at each year end date. The fair value has been determined by 3rd party valuations as provided by the asset managers.

21. Debtors

	2021 £	2020 £
Trade debtors	40,523	20
Prepayments and accrued income	1,177	1,984
	<u>41,700</u>	<u>2,004</u>

22. Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	23,936	23,177
Other creditors	96,556	5,653
	<u>120,492</u>	<u>28,830</u>

23. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £985 (2020: £797).

Seaton and District Hospital League of Friends

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 30 September 2021

24. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2021 £	2020 £
Recognised in income from donations and legacies:		
Government grants income	<u>30,134</u>	<u>40,446</u>

25. Analysis of charitable funds

Unrestricted funds

	At 1 Oct 2020 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 30 Sep 2021 £
General funds	<u>2,096,419</u>	<u>289,831</u>	<u>(104,492)</u>	<u>(144,644)</u>	<u>103,345</u>	<u>2,240,459</u>

	At 1 Oct 2019 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 30 Sep 2020 £
General funds	<u>2,220,381</u>	<u>170,483</u>	<u>(113,141)</u>	<u>(172,951)</u>	<u>(8,353)</u>	<u>2,096,419</u>

Restricted funds

	At 1 Oct 2020 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 30 Sep 2021 £
Hospiscare @ Home	—	33,140	(177,725)	144,585	—	—
Friends in the community	—	21	(80)	59	—	—
	<u>—</u>	<u>33,161</u>	<u>(177,805)</u>	<u>144,644</u>	<u>—</u>	<u>—</u>

	At 1 Oct 2019 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 30 Sep 2020 £
Hospiscare @ Home	—	53,630	(226,014)	172,384	—	—
Friends in the community	—	296	(863)	567	—	—
	<u>—</u>	<u>53,926</u>	<u>(226,877)</u>	<u>172,951</u>	<u>—</u>	<u>—</u>

Seaton and District Hospital League of Friends

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 30 September 2021

26. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2021 £
Tangible fixed assets	190,312	190,312
Investments	1,371,436	1,371,436
Current assets	799,203	799,203
Creditors less than 1 year	(120,492)	(120,492)
Net assets	2,240,459	2,240,459

	Unrestricted Funds £	Total Funds 2020 £
Tangible fixed assets	190,624	190,624
Investments	1,233,457	1,233,457
Current assets	701,168	701,168
Creditors less than 1 year	(28,830)	(28,830)
Net assets	2,096,419	2,096,419

27. Other financial commitments

The league has further commitments, in terms of rental agreements, totalling £73,167 as at 30 September 2021 (2020: £17,017).

Seaton and District Hospital League of Friends

Company Limited by Guarantee

Management Information

Year ended 30 September 2021

The following pages do not form part of the financial statements.

Seaton and District Hospital League of Friends

Company Limited by Guarantee

Detailed Statement of Financial Activities

Year ended 30 September 2021

	2021 £	2020 £
Income and endowments		
Donations and legacies		
Donations and bequests	154,617	25,331
Churston Rise	14,458	6,214
Friends in the community	21	296
Hospiscare @ Home	22,827	42,593
Government grant income	30,134	40,446
	<u>222,057</u>	<u>114,880</u>
Charitable activities		
Feed in Tariff	<u>3,237</u>	<u>—</u>
Other trading activities		
Subscriptions	462	363
Fundraising for Hospiscare @ Home	10,313	11,037
Shop income	50,888	55,996
	<u>61,663</u>	<u>67,396</u>
Investment income		
Income from listed investments	34,785	35,977
Bank interest receivable - General	1,250	6,156
	<u>36,035</u>	<u>42,133</u>
Total income	<u>322,992</u>	<u>224,409</u>

Seaton and District Hospital League of Friends

Company Limited by Guarantee

Detailed Statement of Financial Activities *(continued)*

Year ended 30 September 2021

	2021 £	2020 £
Expenditure		
Costs of other trading activities		
Shop costs	35,155	33,949
Wages and salaries	24,130	23,316
Pension costs	385	274
Purchases for events	272	1,682
	<u>59,942</u>	<u>59,221</u>
 Expenditure on charitable activities		
Grants to other organisations	—	7,000
Wages and salaries	19,863	19,067
Pension costs	600	523
Friends in the community	80	863
Seaton Friends Hospiscare@Home	177,056	223,928
Carers' haven	5,005	5,580
Insurance	1,023	797
Seaton Hospital expenditure	2,852	1,032
Motor vehicle expenses	1,263	1,939
Legal and professional fees	11,498	9,975
Telephone	523	653
Other office costs	1,183	1,141
Depreciation	312	5,430
Sundry expenses	1,097	2,869
	<u>222,355</u>	<u>280,797</u>
 Total expenditure	<u>282,297</u>	<u>340,018</u>
 Net gains/(losses) on investments		
Gains/(losses) on listed investments	103,345	(8,353)
 Net income/(expenditure)	<u>144,040</u>	<u>(123,962)</u>

Seaton and District Hospital League of Friends

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 30 September 2021

	2021 £	2020 £
Costs of other trading activities		
Costs of other trading activities - Shop costs		
Shop costs	35,155	33,949
Shop costs - wages and salaries	24,130	23,316
Shop costs - pension costs	385	274
	<u>59,670</u>	<u>57,539</u>
Costs of other trading activities - Fundraising events		
Purchases for events	272	1,682
	<u>59,942</u>	<u>59,221</u>
Costs of other trading activities		
Expenditure on charitable activities		
Relieving patients and former patients of Seaton Hospital		
Activities undertaken directly		
Friends in the community	80	863
Hospiscare @ Home	177,056	223,928
Churston Rise expenses	5,005	5,580
Seaton Hospital	2,852	1,032
Motor vehicle expenses	1,263	1,939
	<u>186,256</u>	<u>233,342</u>
Grant funding activities		
Grants to other organisations	—	7,000
Governance costs		
Wages and salaries	19,863	19,067
Pension costs	600	523
Insurance	1,023	797
Auditor fees	7,695	5,743
Legal and other professional fees	3,803	4,232
Telephone	523	653
Other office costs	1,183	1,141
Depreciation	312	5,430
Sundry	1,097	2,869
	<u>36,099</u>	<u>40,455</u>
Expenditure on charitable activities	<u>222,355</u>	<u>280,797</u>