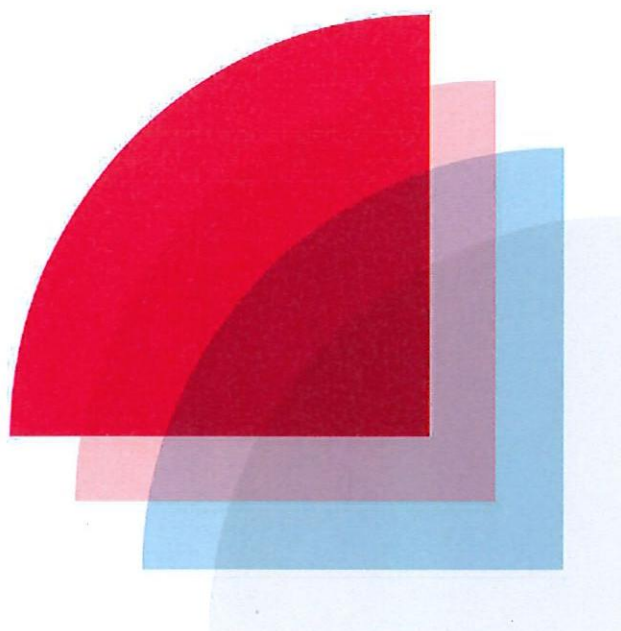


**Haines Watts**

**Children's Heart Surgery Fund  
Financial Statements**

For the Year Ended 31 December 2022  
Company Registration No: 08152970



Children's Heart Surgery Fund

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for the Year Ended 31 December 2022

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## Children's Heart Surgery Fund

### Report of the Trustees for the Year Ended 31 December 2022

The Trustees (who are also directors of the Charity for the purposes of the Companies Act) present their annual report together with the audited financial statements of the Children's Heart Surgery Fund (the company) for the year ended 31 December 2022. The Trustees confirm that the company's annual report and financial statements comply with the current statutory requirements, the requirements of the charity's governing document, and the provisions of the Statement of Recommended Practice (SORP).

Since the Charity qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

#### **OBJECTIVES AND ACTIVITIES**

The Charity's main objective is to enhance the quality of care and support available to babies, young children, and adult congenital cardiac patients treated at the Leeds Congenital Heart Unit, based at Leeds General Infirmary. This objective is presently fulfilled for the benefit of the public in several ways:

- o Provision of new and primary equipment not available from NHS resources to improve the care available to the Leeds Heart Unit beneficiaries. The Charity also awards grants to Leeds Congenital Cardiac staff to attend specialist courses unavailable to them to further their expertise to improve patient care.
- o Supply of equipment and other items makes the children's wards and play areas more user friendly and more conducive to a child's recovery while under the care of the Congenital Heart ward.
- o Funding a small number of specialist research projects and posts, when the need arises, which enhances knowledge and expertise in the field to benefit future beneficiaries.
- o Funding for the costs of medical, nursing and other health professionals with a view to the positions eventually being funded by LHT.
- o Funding for family accommodation
- o Providing Financial Assistance direct to families and Family Support Worker Service staff, who give ongoing emotional and practical help.

#### **GRANT MAKING POLICIES**

The organisation's objectives are achieved through grant-making activity and service delivery of a Family Support Worker Service to families attending the LCHU for treatment.

##### **a) Beneficiary Status**

The Charity will consider relevant applications for grants from:

1. LHT clinicians and employees working for the Leeds Congenital Heart Service.
2. Congenital heart patients & their families
3. Voluntary organisations
4. Charitable organisations

##### **b) Geographical area**

The Charity provides regional support, in line with the support given from the Leeds Congenital Heart Unit, which covers Yorkshire & the Humber, North Lincolnshire and North Derbyshire.

##### **c) Size of grants**

The amount of each grant varies, depending on the project. Trustees set budgets for grant expenditure based on anticipated income and the need to maintain an appropriate level of reserves.

## Children's Heart Surgery Fund

### Report of the Trustees

for the Year Ended 31 December 2022

#### **d) Assessment process**

1. Relevant information is gathered via submitted application forms
2. Applications are considered by the Chief Executive officer, The Finance and Risk Sub-Committee or the Trustee Board, as determined by agreed authority levels. Decisions are made based on the extent to which the proposal furthers the aims and objectives of the charity, and the scope of available resources.

#### **e) Post Award Review**

The Charity reserves the right to request, from the applicant, confirmation that funds have been spent appropriately. It may also, where appropriate, ask applicants for one or more report(s) to update CHSF trustees on the progress of the project and assess the effectiveness of any funding. The report should be submitted to the Trustees within six months.

#### **VOLUNTEERS**

Volunteers play a key and valued role in the charity's fundraising operations. Volunteers are supported in their activities by the Charity's professional fundraising team in accordance with organisational policies.

#### **ACHIEVEMENT AND PERFORMANCE**

##### **Review of activities**

Overall performance was excellent, considering that a new Fundraising Team, recruited mid-year, needed time to become established. Looking ahead, the Charity is set for growth, and new roles in Fundraising and Marketing in 2022 should see longer-term income growth. CHSF also managed to publish its fourth social impact report, and research shows we are still among the first charities in our niche sector to produce such a detailed report.

Year on year, we continue to reach a sizeable growing audience on social media and in the regional press. Research tells us we have a more extensive community following than some of the larger competitor health care charities on platforms such as Facebook and Instagram.

We continue to deliver on agreed projects for the hospital and continue to support Eckersley House as they provide accommodation for some of our families when our rooms are full. Looking ahead, we intend to continue collaboration with additional charities. We believe the public likes to see Charities working together to reach their overall aims.

##### **Medical equipment and training support**

In 2022, as well as supporting LCHU, we extended our support for equipment out into the Regional Hospitals to allow specialist cardiac clinics to be run closer to patients' homes, this included an allocation of £87,526 for a cardiac ultrasound machine for a new cardiac outpatients service at Wharfedale Hospital in West Yorkshire.

The Medical equipment funded by CHSF is not available from NHS resources and improves the care available to congenital heart patients at LCHU and across the region.

In 2022 we continued to supply INR testing kits. These are pieces of equipment that enable patients to check their blood levels in the comfort of their homes. These are essential machines for high-risk patients to prevent a blood clot that could lead to a potential stroke.

Kardia mobile devices and blood pressure monitors have also been a focus of support for adult patients living with Congenital Heart Disease.

Training support for the Leeds Congenital Heart Unit and Cardiac specialist staff across the region increased with us funding a full Training Away Day for 100 staff as well as support for individuals' travel, courses and accommodation. Funding to attend specialist courses, not otherwise available through the NHS, enhances expertise and therefore quality of care.

## Children's Heart Surgery Fund

### Report of the Trustees for the Year Ended 31 December 2022

#### **Non- medical equipment**

A grant was given to enhance the Echo-cardiogram areas with child-friendly mural/wall art and sensory toys and lights which helps to minimise stress for children and thereby optimises the chance for diagnostic accuracy of scans. Similarly, the Neonatal Department received a grant for children's sensory equipment. We continue to supply iPads, toys, craft packs and play resources to the children's cardiac ward and a fish tank. The overall aim is to aid patient recovery.

We also funded a patient education video explaining the congenital heart condition 'Transposition of the Great Arteries'.

#### **Family support**

The Charity supports families who are struggling with the cost of hospital stays, with financial support grants and provides extraordinary contributions for exceptional circumstances. We have seen a further increase in the need for emotional and practical family support this year, and in response have increased our staffing to 1.6 FTE. We have also introduced canteen and shopping vouchers to give parents access to food and essentials. We have made extensive connections with other organisations in order to signpost families to receive a package of multi-agency holistic support. We now have relationships with Foodbanks, the debt recovery charity Step Change, statutory housing providers, early years provision and Sure Start centres in various local authority areas across the regions. We work closely with the Cardiac Nurse Specialists to tailor family support to each family's individual circumstances, allowing the medical professionals to concentrate on medical care.

Patients and their families benefit enormously from this kind of assistance. Financial difficulties can add to the trauma of the diagnosis and treatment when income is reduced. Families face additional expenses such as travel and an increase in living costs when residing in the hospital for long periods, which places an increased burden on the family budget, especially given the increase in the cost of living.

In 2022 CHSF have continued to contribute to the upkeep of our Brotherton Wing parent accommodation as well as providing financial support to Eckersley House run by the Sick Children's Trust, so that they can continue to provide accommodation to parents of cardiac patients with siblings. These rooms are much needed for parents when their children are recovering in the Paediatric Intensive Care Unit.

#### **Support for Specialist Medical Posts**

In 2022 Trustees continued to focus support on cardiac clinics run by Hospitals across the regions, which form part of the Yorkshire and Humber Congenital Heart Network. Specialist Nursing Posts for Rotherham and Hull were funded for 15- 24 months. This allows the impact to be measured and the business case to be made for the NHS to continue these posts which enable specialist patient follow up to be delivered closer to home.

A grant was also given to fund a Cardiac Specialist Speech and Language Therapist at LCHU to address the high number of feeding issues with child cardiac patients, which can prevent them from being able to eat, leading to the necessity of long term tube feeding. This grant will improve feeding and communication outcomes and assist the development of cardiac children, whilst providing evidence for NHS continuation funding of this post.

#### **Practical support**

In 2022 we continued to provide items to aid administration, such as giving folders for patients and contact cards for staff to ensure patients and families had their up-to-date contact information. We also provided Wi-Fi for the parent accommodation area to access the internet while staying overnight.

## Children's Heart Surgery Fund

### Report of the Trustees for the Year Ended 31 December 2022

#### **Fundraising**

Children's Heart Surgery Fund receives no statutory funding and relies 100% on voluntary donations. We actively support individuals and groups fundraising within the community and develop corporate partnerships across Yorkshire and Humber to raise the most funds.

In 2022, we did not use a third-party professional or commercial participator. We continued our focus on digital fundraising and were able to resume face to face events with the Superhero Walk, Halloween Event and the Children's Christmas Party. Regular stewarding events in the hospital could not resume due to continuing Covid related restrictions. Various staff left the fundraising team during the early part of the year, and the team was restructured with new team members and a Head of Fundraising leading Community, Corporate and Events Fundraising. Therefore, income in the latter part of the year was affected by new staff needing time to establish.

We continued to see an increase in supporters using the JustGiving platform, shifting from Facebook giving, which is positive as we can claim Gift Aid through Just Giving but not through the Social Media platforms.

In 2022 we continued to refine the CRM and this will be led by Journey Mapping work which will take place over the next 12 months to automate processes where possible and assist us in capturing impact reporting as well as fundraising.

Fundraising activity carried out on behalf of CHSF is closely monitored by the Head of Fundraising and CEO. CHSF also have a longstanding Marketing and Fundraising committee overseen by two Trustees, who oversee governance, provide guidance, and ensure compliance with the Fundraising Code of conduct, and excellent supporter stewardship.

#### **GDPR**

CHSF continues to comply with the new General Data Protection Regulation (May 2018). We provided tailored staff guidance and training. We are committed to protecting personal information and being transparent about what we do with it.

#### **Investment policy and performance**

The investment manager regularly meets the Trustees to assess portfolio performance, risk management, future market expectations and the long-term investment strategy. The investment portfolio was valued at £622,496, with income received in the period £9,199.

The Trustees are satisfied with the level of return achieved during the Year. The actual income yield is 1.8%, with income and capital yield received being -7.1%.

During the year, a flexible options bond was donated to the Charity. The bond was valued at £42,291, with income received in the period £1,457.

## Children's Heart Surgery Fund

### Report of the Trustees for the Year Ended 31 December 2022

#### **FINANCIAL REVIEW**

##### **Going Concern**

After making appropriate enquiries, the trustees reasonably expect the charity to have adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

With COVID-19 related restrictions continuing into 2022, CHSF has continued to take an adaptable and flexible approach to its fundraising activities, by continuing to offer virtual events to its supporters alongside a return to more traditional in-person events.

CHSF have a realistic growth strategy in place which has been adapted to take into account the post-Covid economic conditions and the cost of living crisis, which began to impact in the last quarter of 2022. At the end of 2022 the Trust & Grants Manager left and we replaced this role with a Head of Philanthropy to expand our Trust & Grants, Legacy and Major Donor Fundraising.

##### **Results for the year**

The attached financial statements show the results of the Charity for the year ended 31 December 2022.

The £298,736 net deficit for the year after investment gains and losses exceeded the budgeted deficit, with reserves held in excess of the reserves policy utilised to maintain support to beneficiaries during a year in which a new Fundraising Team was recruited mid-year and needed time to become established.

Income was 12% below the previous year.

Expenditure on salaries and general running costs (Fundraising Costs per note 7; Investment Management Costs per note 8; Support costs per note 11) has increased by 34% due to investment in new roles in Fundraising and Marketing which should see longer-term income growth.

The Charity has spent £409,153 on supporting its beneficiaries.

##### **Reserves policy**

The Charity Commission uses the term 'reserves' to describe that part of a charity's freely available income funds.

'Reserves' are therefore the resources that Children's Heart Surgery Fund has or can make available to spend for any or all the charity's purposes once it has met its commitments and covered its other planned expenditure.

Responsibility for establishing an appropriate reserves policy lies with Children's Heart Surgery Fund Trustees, who understand the business of the Charity. Our Trustees have taken care to consider the needs of the business in setting a level of reserves that they believe to be appropriate.

Having considered all factors, the Trustees amended the policy in 2019. The Trustees agreed that Children's Heart Surgery Fund should aim to maintain reserves sufficient to cover six months' costs, excluding costs of support to beneficiaries. This will provide enough reserves to respond to any significant change in the external environment.

After a temporary change to increase cover to twelve months; costs, excluding costs of beneficiary support in September 2020, the Trustees have now reviewed this policy and decided to revert back to our 6 months policy.

The Charity will endeavour to ensure that the reserves remain within the agreed range through;

- o Creation of detailed budgets and plans to estimate likely cash inflows and outflows over the budget year
- o Careful monitoring of the reserves levels through the regular Finance and Risk Committee meetings and Trustee meetings.

The reserves at the end of 2022 were in line with the policy of covering six months running costs.

## Children's Heart Surgery Fund

### Report of the Trustees for the Year Ended 31 December 2022

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Constitution**

The charity is registered as a charitable company limited by guarantee and constituted under the articles of association.

The registered charity number is 1148359.

##### **Method of appointment or election of trustees**

The Board of Trustees appoints trustees. Trustees hold office for five years, after which period they may put themselves forward for reappointment. Appointment review dates are structured to ensure continuity of experience and to allow for succession planning.

##### **Policies adopted for the induction and training of trustees**

New Trustees are recruited to ensure that collectively the Board maintains a broad range of varied backgrounds, skills, and experience. We endeavour to provide our beneficiaries' needs reflected by the Board's diversity in terms of the skills and interests represented.

Potential Trustees are briefed to ensure they understand the Charity's objectives, activities, strategy and ethos.

##### **Organisational structure and decision making**

The Trustees are required to meet twice as a minimum in every calendar year but meet at least five times a year to assess grant applications, review fundraising activity and evaluate ongoing projects and discuss any other matters that may arise.

Day-to-day management of the Charity is delegated to the Chief Executive.

An annual budget is prepared and approved by the Trustees at the beginning of each year, incorporating the projected costs of agreed commitments under the equipment, research, training, management and family support headings.

An annual fundraising strategy is created by the fundraising and marketing manager, with input and oversight from the CEO.

##### **Risk management**

The Trustees have assessed the significant risks to which the Charity is exposed, those related to the operations and finances of the Charity and are satisfied that systems and procedures are in place to mitigate our exposure to the significant risks.

#### **PLANS FOR THE FUTURE**

##### **Future developments**

Overall, CHSF's 3-5 year strategy continues to support the Leeds Congenital Heart Unit as a World Class centre of excellence by carrying on with the funding of equipment, education and some staff posts, along with many other areas of support.

We will retain focus on the four key areas: **The Heart, the Mind, the Family, and the Future.**

The Trustees have agreed to support the family assistance work further. With some focus on adult patients. We appointed an additional part-time worker to assist the current Family Support Worker in 2022 and, when funding allows, we plan to continue to expand this service to meet growing need and service an ethnically and culturally diverse community across the region.

##### **PUBLIC BENEFIT**

The Trustees consider the objectives and achievements of the Charity, as set out above, to satisfy the requirements of the public benefit guidance published by the Charity Commission.



Children's Heart Surgery Fund

Report of the Trustees  
for the Year Ended 31 December 2022

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**  
08152970 (England and Wales)

**Registered Charity number**  
1148359

**Registered office**  
Suite D17  
Joseph's Well  
Hanover Walk  
Leeds  
LS3 1AB

**Trustees**  
P A Goodwin  
W M Halgh  
S L Matley (resigned 23/2/2022)  
S Maule (resigned 23/2/2022)  
J Oliver  
J Quirk (resigned 31/5/2022)  
S J Robinson  
C A M Van Doorn  
J J M Whitaker (resigned 31/5/2022)  
K Brady  
C L Daniels  
M J Fidler  
C W Clewes (appointed 3/3/2022)  
A Conchle (appointed 22/9/2022)  
M Blissell (appointed 22/9/2022)

**Auditors**  
Haines Watts  
Chartered Accountants &  
Statutory Auditors  
3rd Floor  
56 Wellington Street  
Leeds  
West Yorkshire  
LS1 2EE

**Chief executive officer**

Heidi Watson (appointed 11/07/22)

**TRUSTEES' RESPONSIBILITY STATEMENT**

The Trustees (who are also directors of The Children's Heart Surgery Fund 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 Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue operating.

Children's Heart Surgery Fund

Report of the Trustees  
for the Year Ended 31 December 2022

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

**DISCLOSURE OF INFORMATION TO AUDITORS**

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable company's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable company's auditors are aware of that information.

**AUDITORS**

The auditors, Haines Watts Leeds LLP, have indicated their willingness to continue in office. The Trustees will propose a motion re-appointing the auditors at a meeting of the Trustees.

In preparing this report, the Trustees have taken advantage of the small companies exemption provided by section 415A of the Companies Act 2006

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 order of the board of trustees on 4 May 2023 and signed on its behalf by:

*Kieran J Brady*

K Brady - Trustee

Report of the Independent Auditors to the Members of  
Children's Heart Surgery Fund

**Opinion**

We have audited the financial statements of Children's Heart Surgery Fund (the 'charitable company') for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2022 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; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis for opinion**

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

**Conclusions relating to going concern**

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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

**Other Information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**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 Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees 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 charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

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

- adequate accounting records have not 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; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Report of the Independent Auditors to the Members of  
Children's Heart Surgery Fund

**Responsibilities of trustees**

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

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

Report of the Independent Auditors to the Members of  
Children's Heart Surgery Fund

**Our 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 a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

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.

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charity through discussions with trustees and other management; and from our commercial knowledge and experience of the charity sector
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charity, including the Companies Act 2006, taxation legislation and data protection, anti-bribery, employment and health and safety legislation;
- we assessed the extent of compliance with laws and regulations identified above through making enquiries of management; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit

We assessed the susceptibility of the charity's financial statements to misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations; and
- understanding the design of the charity's remuneration policies.

To address the risk of fraud through management bias and override of controls, including the impact on revenue recognition, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates set out in note 3 were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions; and
- the use of data analytics to identify transactions requiring further investigation.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosure to underlying supporting documentation;
- reading the minutes of meetings of the trustees; and
- enquiring of management as to actual and potential litigation and claims

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

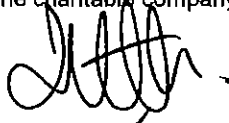
Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

Report of the Independent Auditors to the Members of  
Children's Heart Surgery Fund

**Use of our report**

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



James Sutton BA (Hons) FCA (Senior Statutory Auditor)  
for and on behalf of Haines Watts  
Chartered Accountants &  
Statutory Auditors  
3rd Floor  
56 Wellington Street  
Leeds  
West Yorkshire  
LS1 2EE

Date: 29 June 2023

Children's Heart Surgery Fund

Statement of Financial Activities  
for the Year Ended 31 December 2022

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	4	561,906	116,293	678,199	876,136
Charitable activities	5	161,697	-	161,697	77,355
Investment income	6	10,656	-	10,656	8,988
<b>Total</b>		<b>734,259</b>	<b>116,293</b>	<b>850,552</b>	<b>962,457</b>
<b>EXPENDITURE ON</b>					
<b>Raising funds</b>					
Fundraising costs	7	338,382	-	338,362	283,028
Investment management costs	8	5,698	-	5,698	5,828
		<b>344,060</b>	<b>-</b>	<b>344,060</b>	<b>268,856</b>
<b>Charitable activities</b>					
Governance cost	9	3,999	-	3,999	3,912
Charitable activities		480,224	78,275	558,499	896,658
Family support services		129,951	44,950	174,901	234,393
<b>Total</b>		<b>958,234</b>	<b>123,225</b>	<b>1,081,459</b>	<b>1,203,819</b>
Net gains/(losses) on Investments		(67,829)	-	(67,829)	48,153
<b>NET INCOME/(EXPENDITURE)</b>		<b>(291,804)</b>	<b>(6,932)</b>	<b>(298,736)</b>	<b>(193,209)</b>
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		725,638	8,923	734,561	927,770
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>433,834</b>	<b>1,991</b>	<b>435,825</b>	<b>734,561</b>

The notes form part of these financial statements

# Children's Heart Surgery Fund

## Balance Sheet 31 December 2022

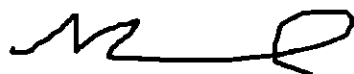
	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
<b>FIXED ASSETS</b>					
Intangible assets	16	168	-	168	212
Tangible assets	17	20,666	-	20,666	15,788
Investments	18	664,246	-	664,246	670,117
		<u>685,080</u>	<u>-</u>	<u>685,080</u>	<u>686,117</u>
<b>CURRENT ASSETS</b>					
Stocks	19	16,849	-	16,849	18,650
Debtors	20	29,626	1,990	31,616	30,858
Cash at bank and in hand		170,615	-	170,615	469,296
		<u>217,090</u>	<u>1,990</u>	<u>219,080</u>	<u>518,804</u>
<b>CREDITORS</b>					
Amounts falling due within one year	21	(468,335)	-	(468,335)	(470,360)
<b>NET CURRENT ASSETS</b>		<u>(251,245)</u>	<u>1,990</u>	<u>(249,255)</u>	<u>48,444</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>433,835</u>	<u>1,990</u>	<u>435,825</u>	<u>734,561</u>
<b>NET ASSETS</b>		<u>433,835</u>	<u>1,990</u>	<u>435,825</u>	<u>734,561</u>
<b>FUNDS</b>	23				
Unrestricted funds				433,835	725,638
Restricted funds				1,990	8,923
<b>TOTAL FUNDS</b>				<u>435,825</u>	<u>734,561</u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 4 May 2023 and were signed on its behalf by:

*Kieran J Brady*

K Brady - Trustee



M J Fidler - Trustee

The notes form part of these financial statements



Children's Heart Surgery Fund

Cash Flow Statement  
for the Year Ended 31 December 2022

	Notes	2022 £	2021 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	(220,541)	25,110
Net cash (used in)/provided by operating activities		(220,541)	25,110
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(16,181)	(794)
Purchase of fixed asset investments		(168,350)	(148,523)
Sale of tangible fixed assets		-	922
Sale of fixed asset investments		96,153	135,088
Other cash movements on investments		10,238	11,515
Interest received		-	75
Net cash used in investing activities		(78,140)	(1,717)
<b>Change in cash and cash equivalents in the reporting period</b>		(298,681)	23,393
<b>Cash and cash equivalents at the beginning of the reporting period</b>		469,296	445,903
<b>Cash and cash equivalents at the end of the reporting period</b>		170,615	469,296

The notes form part of these financial statements

Notes to the Cash Flow Statement  
for the Year Ended 31 December 2022

**1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	2022 £	2021 £
<b>Net expenditure for the reporting period (as per the Statement of Financial Activities)</b>	<b>(298,736)</b>	<b>(193,209)</b>
<b>Adjustments for:</b>		
Depreciation charges	11,302	12,667
Losses/(gain) on Investments	67,829	(48,153)
Loss on disposal of fixed assets	46	487
Interest received	-	(75)
Decrease/(Increase) in stocks	1,801	(6,289)
Increase in debtors	(758)	(14,422)
(Decrease)/increase in creditors	(2,025)	274,104
<b>Net cash (used in)/provided by operations</b>	<b>(220,541)</b>	<b>25,110</b>

**2. ANALYSIS OF CHANGES IN NET FUNDS**

	At 1/1/22 £	Cash flow £	At 31/12/22 £
<b>Net cash</b>			
Cash at bank and in hand	469,296	(298,681)	170,615
	469,296	(298,681)	170,615
<b>Total</b>	<b>469,296</b>	<b>(298,681)</b>	<b>170,615</b>

**1. GENERAL INFORMATION**

Children's Heart Surgery Fund is a charity incorporated in England and Wales at Suite D17, Joseph's Well, Hanover Walk, Leeds, LS3 1AB under company registered number 08152970 and charity registered number 1148359.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

Children's Heart Surgery Fund 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.

**Company status**

The company is a company limited by guarantee. The members of the company are the Trustees named on page 8. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

**Going concern**

At the time of approving the financial statements the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus, the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

**Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds. 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 company is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that 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 company has been notified of the executor's intention to make a distribution. Where legacies have been notified to the company, or the company is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Donated services or facilities are recognised when the company has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the company of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of the volunteers is not recognised and refer to the Trustees' report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the company which is the amount the company would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

**2. ACCOUNTING POLICIES - continued**

**Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the company and include project management carried out at Leeds General Infirmary. Governance costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities and Governance costs are costs incurred on the company's educational operations, including support costs and costs relating to the governance of the company apportioned to charitable activities.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled.

All expenditure is inclusive of irrecoverable VAT.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

**Intangible fixed assets**

Intangible assets are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably. Intangible assets are initially recognised at cost and are subsequently measured at cost net of amortisation and any provision for impairment. Amortisation is provided on intangible fixed assets at rates calculated to write off the cost of each asset, less their estimated residual value, over their expected useful lives on the following bases:

Katie Bear trademark - 10% straight line  
Trademarks - 10% straight line

**Tangible fixed assets**

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the statement of financial activities incorporating income and expenditure account.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Motor vehicles - 20% straight line  
Fixtures and fittings - 25% straight line  
Equipment - 25% straight line

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Fund accounting**

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

**2. ACCOUNTING POLICIES - continued**

**Fund accounting**

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

Investment income, gains and losses are allocated to the appropriate fund.

**Pension costs and other post-retirement benefits**

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

**Debtors**

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

**Cash at Bank and in hand**

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

**Liabilities and provisions**

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

**Investments**

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the balance sheet date, unless fair value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading 'Gains/(losses) on investments' in the statement of financial activities incorporating income and expenditure account.

**Functional and presentation currency**

The company's functional and presentational currency is GBP (£).

**Taxation**

The company is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

**Interest receivable**

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the company; this is normally upon notification of the interest paid or payable by the Bank.

**Operating leases**

Rentals under operating leases are charged to the statement of financial activities incorporating income and expenditure account on a straight line basis over the lease term.

Children's Heart Surgery Fund

Notes to the Financial Statements - continued  
for the Year Ended 31 December 2022

**3. JUDGMENTS IN APPLYING ACCOUNTING POLICIES AND ESTIMATION UNCERTAINTY**

Preparation of the financial statements requires management to make significant judgments and estimates. General estimation areas include accruals, prepayments and depreciation.

**4. DONATIONS AND LEGACIES**

	2022	2021
	£	£
Donations	545,510	697,694
Gift aid	28,399	44,571
Legacies	12,719	5,000
Grants	91,571	128,871
	<u>678,199</u>	<u>876,136</u>

**5. CHARITABLE ACTIVITIES**

	2022	2021
	£	£
Fundraising events	158,144	72,341
Other income	3,553	2,985
Furlough income	-	2,029
	<u>161,697</u>	<u>77,355</u>

**6. INVESTMENT INCOME**

	2022	2021
	£	£
Income from listed investments	10,656	8,891
Deposit account interest	-	75
	<u>10,656</u>	<u>8,966</u>

**7. FUNDRAISING COSTS**

	2022	2021
	£	£
Staff costs	243,228	189,738
Fundraising appeal and event costs	61,252	44,797
Media and communication costs	8,942	7,458
General fundraising costs	24,940	21,035
	<u>338,362</u>	<u>263,028</u>

**8. INVESTMENT MANAGEMENT COSTS**

	2022	2021
	£	£
Investment management	<u>5,698</u>	<u>5,828</u>

Notes to the Financial Statements - continued  
for the Year Ended 31 December 2022

**9. CHARITABLE ACTIVITIES COSTS**

	Direct Costs £	Grant funding of activities (see note 10) £	Support costs (see note 11) £	Totals £
Governance cost	-	-	3,999	3,999
Charitable activities	-	234,252	324,247	558,499
Family support services	153,049	-	21,852	174,901
	<u>153,049</u>	<u>234,252</u>	<u>350,098</u>	<u>737,399</u>

**10. GRANTS PAYABLE**

	2022 £	2021 £
Charitable activities	<u>234,252</u>	<u>461,409</u>

The total grants paid to Institutions during the year was as follows:

	2022 £	2021 £
Equipment grants	94,705	387,194
Course attendance/ training grants	8,817	2,075
Other grants	114,025	14,425
	<u>217,547</u>	<u>403,694</u>

Included within Other grants this year is an amount paid for support for specialist medical posts of £95,470. These grants have been explained within page 3 of the Report of the Trustees.

The total grants paid to Individuals during the year was as follows:

	2022 £	2021 £
Course attendance/ training grants	-	40,000
Family support	16,705	17,715
	<u>16,705</u>	<u>57,715</u>

**11. SUPPORT COSTS**

	Management £	Governance costs £	Totals £
Governance cost	-	3,999	3,999
Charitable activities	324,247	-	324,247
Family support services	21,852	-	21,852
	<u>346,099</u>	<u>3,999</u>	<u>350,098</u>

Notes to the Financial Statements - continued  
for the Year Ended 31 December 2022

**11. SUPPORT COSTS - continued**

Support costs, included in the above, are as follows:

				2022	2021
	Governance cost	Charitable activities	Family support services	Total activities	Total activities
	£	£	£	£	£
Wages	-	141,284	6,325	147,609	102,277
Social security	-	14,562	-	14,562	9,113
Pensions	-	21,604	-	21,604	25,620
Grant administration costs	-	6,582	-	6,582	6,482
Other expenses	-	128,867	15,527	144,394	90,059
Amortisation of intangible fixed assets	-	44	-	44	44
Depreciation of tangible assets	-	11,258	-	11,258	12,623
Loss on disposal of tangible fixed assets	-	46	-	46	-
Loss on sale of fixed assets	-	-	-	-	487
Trustees' expenses	1,499	-	-	1,499	1,412
Auditors' remuneration	2,500	-	-	2,500	2,500
	<u>3,999</u>	<u>324,247</u>	<u>21,852</u>	<u>350,098</u>	<u>250,617</u>

**12. NET INCOME/(EXPENDITURE)**

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

	2022	2021
	£	£
Auditors' remuneration	2,500	2,500
Depreciation - owned assets	11,258	12,623
Deficit on disposal of fixed assets	46	487
CHSF Trademark amortisation	22	22
Katie Bear trademark amortisation	22	22
	<u>22,048</u>	<u>17,654</u>

**13. TRUSTEES' REMUNERATION AND BENEFITS**

	2022	2021
	£	£
Governance - Trustees expenses reimbursed	1,090	990
Trustees professional indemnity	409	422
	<u>1,499</u>	<u>1,412</u>

**14. STAFF COSTS**

	31/12/22	31/12/21
	£	£
Wages and salaries	410,510	310,414
Social security costs	36,347	24,511
Other pension costs	51,293	52,345
	<u>498,150</u>	<u>387,270</u>

The average monthly number of employees during the year was as follows:

	2022	2021
	15	13



Notes to the Financial Statements - continued  
for the Year Ended 31 December 2022

**14. STAFF COSTS - continued**

Average headcount expressed as a full time equivalent

	2022	2021
Administration	4	3
Fundraising & Marketing	8	6
Family Services	1	1
	<u>13</u>	<u>10</u>

No employees received emoluments in excess of £60,000.

**15. PRIOR YEAR RESTATEMENT**

Due to a material presentational change in expenditure this year, prior year figures have been amended to ensure this presentational change can be looked at comparatively against the prior year. This change results in the financial statements providing more reliable and more relevant information, but does not have an impact on the financial performance in either year as it solely relates to cost allocations.

**16. INTANGIBLE FIXED ASSETS**

	CHSF Trademark £	Kattle Bear trademark £	Totals £
<b>COST</b>			
At 1 January 2022 and 31 December 2022	<u>220</u>	<u>220</u>	<u>440</u>
<b>AMORTISATION</b>			
At 1 January 2022	114	114	228
Charge for year	<u>22</u>	<u>22</u>	<u>44</u>
At 31 December 2022	<u>136</u>	<u>136</u>	<u>272</u>
<b>NET BOOK VALUE</b>			
At 31 December 2022	<u>84</u>	<u>84</u>	<u>168</u>
At 31 December 2021	<u>106</u>	<u>106</u>	<u>212</u>

**17. TANGIBLE FIXED ASSETS**

	Fixtures and fittings £	Equipment £	Totals £
<b>COST</b>			
At 1 January 2022	2,782	53,703	56,485
Additions	2,346	13,835	16,181
Disposals	<u>(318)</u>	<u>(4,425)</u>	<u>(4,743)</u>
At 31 December 2022	<u>4,810</u>	<u>63,113</u>	<u>67,923</u>
<b>DEPRECIATION</b>			
At 1 January 2022	1,418	39,279	40,697
Charge for year	991	10,267	11,258
Eliminated on disposal	<u>(273)</u>	<u>(4,425)</u>	<u>(4,698)</u>
At 31 December 2022	<u>2,136</u>	<u>45,121</u>	<u>47,257</u>
<b>NET BOOK VALUE</b>			
At 31 December 2022	<u>2,674</u>	<u>17,992</u>	<u>20,666</u>
At 31 December 2021	<u>1,364</u>	<u>14,424</u>	<u>15,788</u>

Notes to the Financial Statements - continued  
for the Year Ended 31 December 2022

**18. FIXED ASSET INVESTMENTS**

	2022	2021
	£	£
Shares	651,486	647,117
Other Investments	12,760	23,000
	<u>664,246</u>	<u>670,117</u>

Additional Information as follows:

	Listed Investments £
<b>MARKET VALUE</b>	
At 1 January 2022	647,117
Additions	168,350
Disposals	(96,152)
Revaluations	(67,829)
At 31 December 2022	<u>651,486</u>
<b>NET BOOK VALUE</b>	
At 31 December 2022	<u>651,486</u>
At 31 December 2021	<u>647,117</u>

There were Investment assets outside the UK.

Overseas Equities totalled to the amount of £195,065 (2021: £217,386).

UK Equities totalled to the amount of £145,371 (2021: £109,843).

Other investments totalled to the amount of £311,590 (2021: £319,888).

Cost or valuation at 31 December 2022 is represented by:

	Listed Investments £
Valuation In 2022	<u>651,486</u>

Investments (neither listed nor unlisted) were as follows:

	2022	2021
	£	£
At 1 January 2022	23,000	34,418
Additions	(110,672)	(148,523)
Disposals	96,153	135,088
Cash at bank movements	(5,854)	(6,932)
Transfers	9,933	8,949
	<u>12,760</u>	<u>23,000</u>

Children's Heart Surgery Fund

Notes to the Financial Statements - continued  
for the Year Ended 31 December 2022

**19. STOCKS**

	2022	2021
	£	£
Stocks	16,849	18,650

**20. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022	2021
	£	£
Prepayments and accrued income	31,616	30,858
	31,616	30,858

**21. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31/12/22	31/12/21
	£	£
Grant applications payable	449,499	385,654
Accruals and deferred income	17,670	83,011
Other creditors	1,166	1,695
	468,335	470,360

**22. LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2022	2021
	£	£
Within one year	17,855	21,360
Between one and five years	186	16,569
	18,041	37,929

**23. MOVEMENT IN FUNDS**

	At 1/1/22	Net movement	At
	£	in funds	31/12/22
	£	£	£
<b>Unrestricted funds</b>			
General fund	725,638	(291,803)	433,835
<b>Restricted funds</b>			
INR kits	923	(923)	-
Kardla mobile devices	-	91	91
Family support worker	8,000	(8,000)	-
General expenditure supporting children	-	1,568	1,568
Congenital Heart Unit fund	-	331	331
	8,923	(6,933)	1,990
<b>TOTAL FUNDS</b>	<b>734,561</b>	<b>(298,736)</b>	<b>435,825</b>

Notes to the Financial Statements - continued  
for the Year Ended 31 December 2022

23. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	734,259	(958,233)	(67,829)	(291,803)
<b>Restricted funds</b>				
INR kits	4,716	(5,639)	-	(923)
Kardia mobile devices	5,872	(5,781)	-	91
Welcome packs	1,839	(1,839)	-	-
Katie bears	3,089	(3,089)	-	-
Family support worker	2,602	(10,602)	-	(8,000)
MRI exercise bike	13,206	(13,206)	-	-
General expenditure supporting children	10,250	(8,682)	-	1,568
ECMO landing monitor	23,000	(23,000)	-	-
Parent accommodation	2,180	(2,180)	-	-
Playroom equipment	1,366	(1,366)	-	-
Developmental toys	3,664	(3,664)	-	-
iPads	1,837	(1,837)	-	-
Eckersley House	10,000	(10,000)	-	-
Halloween event	1,200	(1,200)	-	-
Equipment for hospital accommodation	84	(84)	-	-
Wharfedale ECHO	27,500	(27,500)	-	-
Congenital Heart Unit fund	331	-	-	331
Christmas party	1,700	(1,700)	-	-
Katie bear medals	992	(992)	-	-
Katie bear certificates for patients	865	(865)	-	-
	<u>116,293</u>	<u>(123,226)</u>	<u>-</u>	<u>(6,933)</u>
<b>TOTAL FUNDS</b>	<u>850,552</u>	<u>(1,081,459)</u>	<u>(67,829)</u>	<u>(298,736)</u>

Comparatives for movement in funds

	At 1/1/21 £	Net movement in funds £	At 31/12/21 £
<b>Unrestricted funds</b>			
General fund	917,922	(192,284)	725,638
<b>Restricted funds</b>			
INR kits	5,884	(4,961)	923
Welcome packs	1,622	(1,622)	-
Katie bears	500	(500)	-
Book case and books	589	(589)	-
Wellbeing sessions for families	647	(647)	-
Family support worker	606	7,394	8,000
	<u>9,848</u>	<u>(925)</u>	<u>8,923</u>
<b>TOTAL FUNDS</b>	<u>927,770</u>	<u>(193,209)</u>	<u>734,561</u>

## Children's Heart Surgery Fund

### Notes to the Financial Statements - continued for the Year Ended 31 December 2022

#### **23. MOVEMENT IN FUNDS - continued**

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	760,576	(1,001,013)	48,153	(192,284)
<b>Restricted funds</b>				
INR kits	3,842	(8,803)	-	(4,961)
Kardla mobile devices	5,461	(5,461)	-	-
Welcome packs	3,143	(4,765)	-	(1,622)
Tesco vouchers for cardiac patients	1,000	(1,000)	-	-
Baby MRI pod	20,475	(20,475)	-	-
Katie bears	560	(1,060)	-	(500)
Fish tank, bears, stickers	500	(500)	-	-
Book case and books	-	(589)	-	(589)
Wellbeing sessions for families	-	(647)	-	(647)
Family support worker	8,000	(606)	-	7,394
Headlight camera	11,250	(11,250)	-	-
Echo software	40,500	(40,500)	-	-
MRI exercise bike	18,304	(18,304)	-	-
Babytherm	9,856	(9,856)	-	-
General expenditure supporting children	9,000	(9,000)	-	-
Breastfeeding Initiative	17,167	(17,167)	-	-
Radio-frequency machine	5,000	(5,000)	-	-
ECMO landing monitor	7,500	(7,500)	-	-
Camp in the cloud	1,115	(1,115)	-	-
Fellowship	10,000	(10,000)	-	-
Parent accommodation	29,208	(29,208)	-	-
	<u>201,881</u>	<u>(202,806)</u>	<u>-</u>	<u>(925)</u>
<b>TOTAL FUNDS</b>	<u>962,457</u>	<u>(1,203,819)</u>	<u>48,153</u>	<u>(193,209)</u>

#### **24. RELATED PARTY DISCLOSURES**

The charity is under the control of the Trustees as set out on page 8 of the Trustees' Annual Report.

Included within salary costs is an amount of £226,045 (2021: £173,597) which was paid to key management as remuneration.

In the year, services were provided free of charge by a company under the control of a trustee. These were treated as gift in kind transactions with a total value for the year of £3,600.

There were no other transactions with any related parties during the current year.