

**Report of the Trustees and
Unaudited Financial Statements
for the Year Ended 31 December 2020
for
THE BRISTOL KNEE CHARITY**

THE BRISTOL KNEE CHARITY

Contents of the Financial Statements FOR THE YEAR ENDED 31 DECEMBER 2020

	Page
Report of the Trustees	1 to 2
Chartered Accountant's Report	3
Statement of Financial Activities	4
Balance Sheet	5
Notes to the Financial Statements	6 to 11
Detailed Statement of Financial Activities	12

THE BRISTOL KNEE CHARITY

Report of the Trustees FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees present their report with the financial statements of the charity for the year ended 31 December 2020. The trustees have adopted the provisions of 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).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The principal objectives of the charity are to promote and protect the health of persons who suffer with musculoskeletal disease, particularly in relation to the knee joint. In particular but not exclusively by;

- awarding to researchers scholarships, maintenance allowances or grants for the purposes of performing research into musculoskeletal disease and publishing the useful results;
- providing to healthcare practitioners and patients education for the purpose of advancing the care of persons affected by musculoskeletal disease;
- promoting wellness and health amongst patients suffering with musculoskeletal disease.
- fund raising to these ends.

Public benefit

The Trustees confirm that they have complied with the duty to have due regard to public benefit guidance published by the Charity Commission and believe that the activities to improve the care of future patients with knee pathology is all in the public's interest.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The main activities in this period were providing grants for researchers to collect patient data after surgery.

FINANCIAL REVIEW

Reserves policy

Reserves are required to meet the costs of ongoing research and for building the database, which will be a continuous project, as new surgery takes place and techniques progress. The charity's anticipated expenditure on future research costs will be £50,000 per annum. The trustees believe that the charity will remain active in undertaking research activities for at least the next 3 years and that the charity should therefore retain reserves to cover a minimum period of 3 years, totalling £150,000. The charity's closing reserves as at 31 December 2020 totalled £199,462 representing a surplus above the required level of £49,462, which the trustees will monitor and will allocate to future research activities.

Going concern

The financial statements have been prepared on a going concern basis. The trustees have a reasonable expectation that despite the adverse effects COVID-19 is having on the economy as a whole, the charity has adequate resources to continue in operational existence for the foreseeable future. The trustees have reviewed relevant information and has considered possible measures that could be undertaken to mitigate the current adverse conditions. Based on this assessment and the current resources available, the trustees have concluded that they can continue to adopt the going concern basis in preparing the financial statements.

Financial overview

The Statement of Financial Activities sets out total income and expenditure of the charity in the period. Net expenditure in the year totalled £31,235 (2019: net income £12,165), with closing fund balances totalling £199,462, of which £66,577 were unrestricted and £132,885 were restricted.

THE BRISTOL KNEE CHARITY

Report of the Trustees FOR THE YEAR ENDED 31 DECEMBER 2020

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity's governing document is its constitution adopted on 1st May 2018. The charity is a Charitable Incorporated Organisation with its trustees as the voting members.

Recruitment and appointment of new trustees

Trustees, who are recruited from a broad pool of musculoskeletal specialists including physiotherapists, surgeons, nurses and researchers, are appointed or reappointed at the Annual General Meeting held in November each year.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1178188

Principal address

30 Downs Park West
Westbury Park
Bristol
BS6 7QL

Trustees

A J Porteous
D Clark
J R D Murray
N R Howells
N Artz

Independent Examiner

Haines Watts
Chartered Accountants
6-8 Bath Street
Bristol
BS1 6HL

Approved by order of the board of trustees on and signed on its behalf by:

.....
J R D Murray - Trustee

Chartered Accountant's Report to the Trustees of The Bristol Knee Charity

In order to assist you to fulfil your duties under the Charities Act 2011, we have prepared for your approval the financial statements of The Bristol Knee Charity for the year ended 31 December 2020 which comprise the Statement of Financial Activities, Balance Sheet and the related notes from the charity's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the trustees of The Bristol Knee Charity in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of The Bristol Knee Charity and state those matters that we have agreed to state to the trustees of The Bristol Knee Charity in this report. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than The Bristol Knee Charity and its trustees for our work or for this report.

It is your duty to ensure that The Bristol Knee Charity has kept adequate accounting records and to prepare financial statements that give a true and fair view of the assets, liabilities, financial position and net income of The Bristol Knee Charity. You consider that The Bristol Knee Charity is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of The Bristol Knee Charity. For this reason, we do not express any opinion on the statutory financial statements.

Haines Watts
Chartered Accountants
6-8 Bath Street
Bristol
BS1 6HL

Date:

THE BRISTOL KNEE CHARITY

**Statement of Financial Activities
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Notes	Unrestricted fund £	Restricted funds £	2020 Total funds £	2019 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		65	-	65	68,902
 EXPENDITURE ON					
Charitable activities					
Research, education and promoting wellness		31,300	-	31,300	56,737
NET INCOME/(EXPENDITURE)		(31,235)	-	(31,235)	12,165
 RECONCILIATION OF FUNDS					
Total funds brought forward		97,812	132,885	230,697	218,532
 TOTAL FUNDS CARRIED FORWARD		<u>66,577</u>	<u>132,885</u>	<u>199,462</u>	<u>230,697</u>

The notes form part of these financial statements

THE BRISTOL KNEE CHARITY

Balance Sheet
31 DECEMBER 2020

	Notes	Unrestricted fund £	Restricted funds £	2020 Total funds £	2019 Total funds £
CURRENT ASSETS					
Cash at bank		101,377	132,885	234,262	234,297
CREDITORS					
Amounts falling due within one year	4	(34,800)	-	(34,800)	(3,600)
NET CURRENT ASSETS		<u>66,577</u>	<u>132,885</u>	<u>199,462</u>	<u>230,697</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>66,577</u>	<u>132,885</u>	<u>199,462</u>	<u>230,697</u>
NET ASSETS		<u><u>66,577</u></u>	<u><u>132,885</u></u>	<u><u>199,462</u></u>	<u><u>230,697</u></u>
FUNDS	5				
Unrestricted funds				66,577	97,812
Restricted funds				<u>132,885</u>	<u>132,885</u>
TOTAL FUNDS				<u><u>199,462</u></u>	<u><u>230,697</u></u>

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

.....
J R D Murray - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 Charities Act 2011. The financial statements have been prepared under the historical cost convention.

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

The financial statements have been prepared on a going concern basis. The trustees have a reasonable expectation that despite the adverse effects COVID-19 is having on the economy as a whole, the charity has adequate resources to continue in operational existence for the foreseeable future. The trustees have reviewed relevant information and has considered possible measures that could be undertaken to mitigate the current adverse conditions. Based on this assessment and the current resources available, the trustees have concluded that they can continue to adopt the going concern basis 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.

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.

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.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Cash and cash equivalents

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

Financial instruments

1. ACCOUNTING POLICIES - continued

Cash and cash equivalents

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument. Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets, which include trade and other debtors, amounts due from group undertakings and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost. Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities, including trade and other creditors and amounts due to group undertakings are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method. Financial liabilities are derecognised when, and only when, the company's contractual obligations are discharged, cancelled, or they expire.

2. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

Trustees' expenses

There was an expense reimbursed to one trustee for £100, relating to team costs, for the year ended 31 December 2020. There were no trustees' expenses paid for the year ended 31 December 2019.

3. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	5,902	63,000	68,902
EXPENDITURE ON			
Charitable activities			
Research, education and promoting wellness	2,401	54,336	56,737
NET INCOME	3,501	8,664	12,165
Transfers between funds	(2,617)	2,617	-
Net movement in funds	884	11,281	12,165

THE BRISTOL KNEE CHARITY

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

3. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Total funds £
RECONCILIATION OF FUNDS			
Total funds brought forward	96,928	121,604	218,532
TOTAL FUNDS CARRIED FORWARD	<u>97,812</u>	<u>132,885</u>	<u>230,697</u>

4. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Other creditors	<u>34,800</u>	<u>3,600</u>

5. MOVEMENT IN FUNDS

	At 1.1.20 £	Net movement in funds £	At 31.12.20 £
Unrestricted funds			
General fund	97,812	(31,235)	66,577
Restricted funds			
TKA & Revision TKA fund	130,881	-	130,881
Soft Tissue fund	<u>2,004</u>	<u>-</u>	<u>2,004</u>
	<u>132,885</u>	<u>-</u>	<u>132,885</u>
TOTAL FUNDS	<u>230,697</u>	<u>(31,235)</u>	<u>199,462</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	65	(31,300)	(31,235)
TOTAL FUNDS	<u>65</u>	<u>(31,300)</u>	<u>(31,235)</u>

THE BRISTOL KNEE CHARITY

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

5. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.19 £	Net movement in funds £	Transfers between funds £	At 31.12.19 £
Unrestricted funds				
General fund	96,928	3,501	(2,617)	97,812
Restricted funds				
TKA & Revision TKA fund	119,600	11,281	-	130,881
Partial Knee fund	-	(2,617)	2,617	-
Soft Tissue fund	<u>2,004</u>	<u>-</u>	<u>-</u>	<u>2,004</u>
	<u>121,604</u>	<u>8,664</u>	<u>2,617</u>	<u>132,885</u>
TOTAL FUNDS	<u>218,532</u>	<u>12,165</u>	<u>-</u>	<u>230,697</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	5,902	(2,401)	3,501
Restricted funds			
TKA & Revision TKA fund	63,000	(51,719)	11,281
Partial Knee fund	<u>-</u>	<u>(2,617)</u>	<u>(2,617)</u>
	<u>63,000</u>	<u>(54,336)</u>	<u>8,664</u>
TOTAL FUNDS	<u>68,902</u>	<u>(56,737)</u>	<u>12,165</u>

Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

5. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.19 £	Net movement in funds £	Transfers between funds £	At 31.12.20 £
Unrestricted funds				
General fund	96,928	(27,734)	(2,617)	66,577
Restricted funds				
TKA & Revision TKA fund	119,600	11,281	-	130,881
Partial Knee fund	-	(2,617)	2,617	-
Soft Tissue fund	<u>2,004</u>	<u>-</u>	<u>-</u>	<u>2,004</u>
	<u>121,604</u>	<u>8,664</u>	<u>2,617</u>	<u>132,885</u>
TOTAL FUNDS	<u>218,532</u>	<u>(19,070)</u>	<u>-</u>	<u>199,462</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	5,967	(33,701)	(27,734)
Restricted funds			
TKA & Revision TKA fund	63,000	(51,719)	11,281
Partial Knee fund	<u>-</u>	<u>(2,617)</u>	<u>(2,617)</u>
	<u>63,000</u>	<u>(54,336)</u>	<u>8,664</u>
TOTAL FUNDS	<u>68,967</u>	<u>(88,037)</u>	<u>(19,070)</u>

The TKA & Revision TKA fund relates to the specific surgical activities around all (partial and total) knee replacement and revisions of previous replacement surgery. The abbreviation 'TKA' is short for Total Knee Arthroplasty.

The Soft Tissue fund relates to medical activities around soft tissue surgery of the knee, which is surgery other than knee replacement.

The Partial Knee fund relates to specific research on surgical activities performed to one of the three main parts of the knee, being the inside, the outside and the front of the knee.

6. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2020.

THE BRISTOL KNEE CHARITY**Detailed Statement of Financial Activities
FOR THE YEAR ENDED 31 DECEMBER 2020**

	2020 £	2019 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	<u>65</u>	<u>68,902</u>
Total incoming resources	65	68,902
EXPENDITURE		
Charitable activities		
Advertising	-	120
Sundries	100	481
Grants to researchers	<u>30,000</u>	<u>54,336</u>
	30,100	54,937
Support costs		
Governance costs		
Accountancy and legal fees	<u>1,200</u>	<u>1,800</u>
Total resources expended	<u>31,300</u>	<u>56,737</u>
Net (expenditure)/income	<u>(31,235)</u>	<u>12,165</u>

This page does not form part of the statutory financial statements