

THE TORBAY HOSPITAL LEAGUE OF FRIENDS

England & Wales · Charity number 200905

Details

Other names	TORBAY HOSPITAL LEAGUE OF FRIENDS
Status	Registered
Legal form	Other
Registered	1961-12-22
Register	View on the Charity Commission register

Contact

Address	6 Haldon Close Torquay TQ1 2NA
Phone	07747742009
Email	pfvwhite@gmail.com
Website	www.thlof.co.uk

Activities

Objects: TO PROVIDE SERVICES FOR THE BENEFIT OF THE TORBAY AND ASSOCIATED HOSPITALS.

Activities: To raise money to provide amenities and services for patients and staff at Torbay Hospital

Classification

- **How:** Makes Grants To Organisations
- **What:** The Advancement Of Health Or Saving Of Lives
- **Who:** The General Public/mankind

Geography

- **Area of benefit:** TORBAY
- Torbay

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£390,304	£389,339	-	-
2023-12-31	£332,226	£1,384,655	-	-
2022-12-31	£459,488	£78,046	-	-
2021-12-31	£784,571	£117,216	£2,953,074	1
2020-12-31	£801,405	£133,633	£2,285,336	3

Trustees

Name	Role	Appointed
KATHRYN NANETTE FARNUM	Chair	2015-04-16
BARBARA LAWTON		2016-05-09
CHRISTINE MARGARET PIPER		
DAVID ROGERS		2012-05-21
JENNIFER MARY BERRY		
JULIA MARGERY HEARNE		
LYNNE HOOKINGS		
MICHAEL HOOKINGS		
Martin Henry Tucker		2022-05-05
PATRICIA ALICE ROBERTS		
PHILIP FRANK VALLANCE WHITE		
Roy Tuttle		2016-05-09
Tracey Seldon		2025-04-10

THE TORBAY HOSPITAL LEAGUE OF FRIENDS

England & Wales - Charity number 200905

Accounts

Charity number: 200905

TORBAY HOSPITAL LEAGUE OF FRIENDS

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2024

Bishop Fleming

TORBAY HOSPITAL LEAGUE OF FRIENDS

CONTENTS

	Page
Reference and administrative details of the charity, its Trustees and advisers	1
Trustees' report	2 - 7
Independent auditors' report on the financial statements	8 - 11
Statement of financial activities	12
Balance sheet	13
Notes to the financial statements	14 - 28

TORBAY HOSPITAL LEAGUE OF FRIENDS

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2024

Trustees

Mrs J Berry
Mr M K Evans, Vice President (resigned 25 April 2024)
Mrs J M Hearne, Vice President
Mrs L Hookings, Vice President
Mr M A Hookings
Mrs B Lawton
Mrs L McCaig
Mrs C M Piper, Vice President
Miss P A Roberts, President
Mr D Rogers, Vice President
Mr R Tuttle, Former Chair
Mrs K N Westaway, Chair
Mr P F V White, Vice President/Honorary Secretary
Mr M H Tucker, Vice Chair

Charity registered number

200905

Principal office

Highlyn
6 Haldon Close
Torquay
Devon
TQ1 2NA

Independent auditors

Bishop Fleming LLP
Chartered Accountants
Statutory Auditors
Brook House
Winslade Park
Manor Drive
Clyst St Mary
Exeter
EX5 1GD

Solicitors

Wollens
Carlton House
30 The Terrace
Torquay
Devon
TQ1 1BS

TORBAY HOSPITAL LEAGUE OF FRIENDS

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2024

The Trustees present their report along with the financial statements of Torbay Hospital League of Friends for the year ended 31 December 2024. The Trustees confirm that the Annual Report and financial statements of the charity comply with the current statutory requirements, the requirements of the charity's governing document and the provisions of the Statement of Recommended Practice (SORP), 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

a. Policies and objectives

The objects of the League, as set out in the Governing Document, shall be to relieve patients and former patients of the Torbay Hospitals (now only the Torbay Hospital) and generally to support the work of the hospital. To achieve this overall purpose the Governing Document sets out various practical steps to be taken.

The aims of the Charity are to support the continuing development of Torbay Hospital mainly by supplementing funds available for equipment as well as for research education and training. Additionally, where it can, the Charity aims to foster interest in the work of the Hospital by the provision of voluntary work within the Hospital.

The main objectives are to achieve as great a financial contribution as possible and continue to support Hospital services by the provision of such other services as we are able.

b. Strategies for achieving objectives

These included holding regular monthly meetings of the Management Committee to keep close control over income and expenditure and liaising with the Hospital Trust to obtain details of what equipment is needed or whether the provision of funds for improvement or enhancement of staff or other facilities could be made. The Charity also seeks to publicise its efforts inter alia by holding a variety of events both small and large throughout the year including Table Top Sales, Flag Days, Draws, and the sale of Christmas Cards. During the Pandemic these activities were necessarily curtailed but gradually the League is now able to do more to hold public events. Where appropriate, consideration is given to the making of a public appeal to raise funds for a specific project.

c. Activities undertaken to achieve objectives

Legacy income is a significant part of the Charity's overall income and as such the Charity will be doing all it can to promote itself as a Charity worthy of charitable giving. The Charity continues to enjoy a healthy level of income, which has enabled it to continue making available monies to the Hospital for a variety of purposes as requested by the Hospital. The accounts give a full picture of the extent of the grants made. The Management committee continues to encourage the Hospital to approach the League for donations of any kind for items however large or small.

d. Volunteers

Our office on Level 4 is now well established as a base within the Hospital from which we can make our presence felt and advertise future events. Additionally, we are holding regular Table Top sales on a weekly basis on Level 4 to sell branded items such as Pens, Mugs, Diaries, Christmas Cards, Note Pads etc. We hope also to sell second hand books donated to us along with jigsaw puzzles and knitted garments for babies. We would welcome applications from supporters of the League to help the Trustees man these regular sales events

TORBAY HOSPITAL LEAGUE OF FRIENDS

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

Objectives and activities (CONTINUED)

e. Activities undertaken to further the charity's purposes for the public benefit

In deciding on both the current and future policy and activities, the charity has referred to the Charity Commission's general guidance on public benefit. In particular the trustees consider how the planned policies and activities will contribute to the aims and objectives they have set. The nature of the activities undertaken during the year is set out elsewhere in this report.

Achievements and performance

a. Key performance indicators

This year has been one of steady consolidation. The League has been able to concentrate on established annual activities and also the year saw us celebrate our 70th Anniversary with a special Birthday Cream Tea at the Livermead Cliff Hotel. Once again we held a successful stall on Babbacombe Downs in August organised by the Rotary Club of Torbay Sunrise. Also, that month we held our annual Bed Push along the Sea Front in Torquay. Wendy and Alan Salter kindly hosted a charity Tea Party for us in September and in December we were invited to have a stall at the Wellswood Christmas Party Street Fayre. Activities such as Flag Days, sale of Christmas Cards, Draws, Bed Push, Collection buckets, Coffee mornings and other social events are designed to promote the League and its aims to the public in order to secure funds to be passed back to the Hospital

Total sums paid to the Hospital this year are £361,835 (2023 £1,344,100). The League has agreed a protocol with the Hospital to ensure that grants made to the Hospital are for items of equipment that the Hospital are not able to finance from alternative sources but which they consider to be necessary and which they will be able to maintain throughout its expected life. The current protocol is under review by the Hospital to ensure that the merits of each bid are considered as widely as possible by all interested parties to ensure that charity money is spent in the most effective way. Currently the protocol agreed is:

- For equipment requiring ongoing maintenance (and/or having a value in excess of £5,000): Current Trust Policy requires these bids to progress through the Medical Equipment Committee (MEC). The MEC will then identify which bids should proceed for consideration by the League.
- For single use items under £5,000: Single use items under £5,000 do not go to the MEC. Such bids will be assessed by the Director of Nursing or Medical Director who will refer them on a monthly basis to the League.

For multiple items where individually, the cost is less than £5,000 but in totality the cost exceeds £5,000:

- If such bids are not considered by the MEC they will be assessed by the Director of Nursing or Medical Director and if appropriate will then be referred to the League.

b. Review of activities

The League has carried out a number of activities throughout the year, which are designed to promote the League and its objects to the public to secure funds for the Hospital. The activities undertaken to raise funds in 2024 include; sale of Christmas Cards, Draws, Bed Push, Collection buckets and other community events. Such events publicise the work of the League and increases awareness of what the League does for the Community and are as important as making a profit for the League.

These activities all help to foster a team spirit between League members. As important as making a profit for the League, is the fact that each event publicises the work of the League and increases awareness of what the League does for the Community.

TORBAY HOSPITAL LEAGUE OF FRIENDS

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

Achievements and performance (CONTINUED)

c. Investment policy and performance

As the League has variable income derived from legacies, fund raising and similarly variable payments dependent upon opportunities presented to it by the Hospital, the bulk of its funds held until payment are invested in interest bearing Bank accounts and Investment Companies. The Trustees consider this to be the simplest and most risk-free method to earn income and maintain capital value.

Financial review

a. Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has 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. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

b. Reserves policy

The Trustees have reviewed the charity's needs for reserves in line with the guidance issued by the Charity Commission and have decided that unrestricted reserves should be sufficient to enable it at all times to meet its current designated commitments and anticipate future calls by the Hospital as and when they arise with a minimum of £250,000. The total value of reserves at the end of the year was £2,283,052 (2023: £2,282,087) of which free reserves amount to £919,933 (2023: £818,801).

c. Financial risk management objectives and policies

The League is entirely dependent upon the generosity of the public to make donations either through legacies, gifts or support to the various fund-raising activities conducted throughout the year by the League and its members. The income from all sources during the year was £390,304 (2023: £332,226).

Structure, governance and management

a. Constitution

The League is an unincorporated body, constituted under a Governing Document originally drawn up in 1954 and subsequently amended, to provide amenities and services for patients and staff at Torbay Hospital. Over the years it has become one of the leading Leagues in the country having provided gifts exceeding £22,000,000.

The League is able to enhance what Torbay Hospital provides and buy 'extras' that can bring the most advanced methods of treatment to benefit local people and visitors to the area. Members of the League act in a number of ways for the benefit of Torbay Hospital by supporting its work, recruiting volunteers, maintaining the relationship between volunteers and the Hospital and creating a link between the Hospital and the community it serves.

b. Method of appointment or election of Trustees

The Trustees, who together form the Management Committee, are appointed under the terms of the Governing Document from the membership body (save for appointments required under the Governing Document) provided they are also members of the League. Elected trustees serve for a period of five years after which they may put themselves forward for re-election. The Management Committee may remove the Secretary and Treasurer at any time.

TORBAY HOSPITAL LEAGUE OF FRIENDS

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

Structure, governance and management (CONTINUED)

c. Policies adopted for the introduction and training of Trustees

New Trustees are found through recommendation by existing members/trustees or by word of mouth or are volunteers who wish to become more involved with the Charity. Their names, having been proposed and seconded, are presented at the Annual General Meeting before being voted upon. New Trustees are given an induction pack so that they are aware of the Charity's background, its financial basis and their obligations and responsibilities as Trustees.

d. Organisational structure and decision-making

The Management Committee meet monthly to approve grants to the Hospital. Protocols are in place with the Hospital to ensure that bids for grants from the League are first assessed by the Hospital on the basis of need and affordability of maintenance to ensure that any equipment purchased will be of the greatest benefit and can be properly serviced and maintained by the Hospital for its expected lifetime. The Management Committee deals with administration relating to the general activities of the League including receiving a monthly financial report, and reports from Membership, Publicity, Linen League and regarding Events organised by the League. The League's finances are dealt with by the Treasurer who reports monthly to the Management Committee. Various members of the Management Committee have specific roles under the overall control of the Management Committee to whom they report at the monthly meetings.

The League is a member of the Devon Association of Hospital Leagues of Friends.

e. Risk management

The General Committee is responsible for the management of risks faced by the Charity and continually review those risks and put in place practices and controls to be observed throughout the year. Those controls include:

- Formal agendas for all Committee meetings.
- Established organisational structures with well-defined lines of reporting.
- Monthly reports relating to finances including income and expenditure.
- Declaration of Conflicts of Interest by Trustees.

The Trustees consider that the risks identified have been mitigated as far as possible.

f. Fundraising

The League organises fundraising events and co-ordinates the activities of supporters both in the hospital and in the wider community. The League does not use professional fundraisers or involve commercial participants. There have been no complaints about fundraising activity this year.

The League follows as closely as possible relevant parts of the Fundraising Regulator's Code of Fundraising Practice. Volunteer fundraisers are briefed before they raise funds for the League and given updates/ reminders as necessary. The League assists and monitors supporters engaged in fundraising activity to ensure compliance of the Code with particular focus on how to approach and work with members of the public who are potentially vulnerable.

Any direct marketing is to be undertaken by a Trustee and member of the Management Committee to ensure that it is not unreasonably intrusive or persistent. All marketing material will contain clear instructions on how a person can be removed from mailing lists.

Contact is to be made only to members of the public who consent and on an infrequent basis. Our Newsletter is sent out to Members on a bi-annual basis and our e-Newsletter is currently sent on a two-monthly basis to members of the League who have given their consent.

TORBAY HOSPITAL LEAGUE OF FRIENDS

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

Plans for future periods

The League intends to continue to support Torbay Hospital to the full extent it can and in particular:

- will maintain the strong links already forged with the Hospital management,
- will remain responsive to requests for funding from the Hospital,
- will encourage fund raising activities by members of the League.
- will do what it can to publicise the work of the League so as to promote the interests of the League to members of the public minded to make donations.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees 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).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of its incoming resources and application of resources, including its income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. 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.

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 charity'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 charity's auditors are aware of that information.

TORBAY HOSPITAL LEAGUE OF FRIENDS

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024**

Auditors

The auditors, Bishop Fleming LLP, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees and signed on their behalf by:



Mrs K N Westaway
Chair of Trustees

Date: 10.4.2025.

TORBAY HOSPITAL LEAGUE OF FRIENDS

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS

OPINION

We have audited the of Torbay Hospital League of Friends for the year ended 31 December 2024 which comprise the Statement of Financial Activities, the Balance Sheet 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 Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the :

- give a true and fair view of the state of the charity's affairs as at 31 December 2024 and of its incoming resources and application of resources 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 Charities Act 2011.

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 section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the in the United Kingdom, including the Financial Reporting Council'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.

OTHER INFORMATION

The other information comprises the information included in the Trustees' Report and Financial Statements other than the financial statements and our Auditors' Report thereon. The Trustees are responsible for the other information contained within the Trustees' Report and Financial Statements. Our opinion on the 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. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the or our knowledge obtained in the course of 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 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.

TORBAY HOSPITAL LEAGUE OF FRIENDS

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS (CONTINUED)

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' Report is inconsistent in any material respect with the ; or
- sufficient accounting records have not been kept; or
- the are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Trustees' Responsibilities Statement, the Trustees are responsible for the preparation of the which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of 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.

TORBAY HOSPITAL LEAGUE OF FRIENDS

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS (CONTINUED)

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

We have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' 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 .

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:

In assessing the risk of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following.

- the nature of the sector, control environment and the Charity's performance;
- results of our enquiries of management and the Trustees, about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the Charity's documentation of their policies and procedures relating to: identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance; detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud, which included incorrect recognition of revenue, management override of controls using manual journal entries, purchase ledger, and identified the greatest potential for fraud as incorrect recognition of revenue and management override using manual journal entries.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We identified and obtained an understanding of the laws and regulations that are of significance to the Charity by discussions with Trustees and by updating our understanding of the sector in which the Charity operates in. Laws and regulations that are of direct significance to the Charity and of which non compliance could result in material misstatement are the Charities Act, Charities SORP and tax legislation. In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the Charity's ability to operate or to avoid a material penalty.

Our procedures to respond to risks identified for the Charity, as necessary, included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- reviewing the financial statement disclosures and testing to supporting documentation to assess the recognition of revenue, in line with longer term contract accounting methodologies;
- enquiring of Trustees and management concerning actual and potential litigation and claims;
- performing procedures to confirm material compliance with the requirements of the above regulations;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks

TORBAY HOSPITAL LEAGUE OF FRIENDS

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS (CONTINUED)

- of material misstatement due to fraud,
- reading minutes of Trustee meetings; and
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; and assessing whether the judgements made in making accounting estimates are indicative of a potential bias.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from an error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it.

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

USE OF OUR REPORT

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Bishop Fleming LLP

Bishop Fleming LLP
Chartered Accountants
Statutory Auditors
Brook House
Winslade Park
Manor Drive
Clyst St Mary
Exeter
EX5 1GD

Date: *17/04/2025*

Bishop Fleming LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

TORBAY HOSPITAL LEAGUE OF FRIENDS

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2024**

	Note	Restricted funds 2024 £	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Income from:					
Donations, grants and legacies	3	-	284,484	284,484	236,999
Other trading activities	4	-	15,071	15,071	14,687
Investments	5	-	90,749	90,749	80,540
Total income		-	390,304	390,304	332,226
Expenditure on:					
Raising funds		-	819	819	778
Charitable activities	6	2,499	386,021	388,520	1,383,877
Total expenditure		2,499	386,840	389,339	1,384,655
Net movement in funds		(2,499)	3,464	965	(1,052,429)
Reconciliation of funds:					
Total funds brought forward		34,056	2,248,031	2,282,087	3,334,516
Net movement in funds		(2,499)	3,464	965	(1,052,429)
Total funds carried forward		31,557	2,251,495	2,283,052	2,282,087

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

The notes on pages 14 to 28 form part of these financial statements.

TORBAY HOSPITAL LEAGUE OF FRIENDS

**BALANCE SHEET
AS AT 31 DECEMBER 2024**

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	10	1,696	1,528
		<u>1,696</u>	<u>1,528</u>
Current assets			
Debtors	11	23,938	28,052
Investments	12	85,000	355,000
Cash at bank and in hand		2,181,633	1,907,892
		<u>2,290,571</u>	<u>2,290,944</u>
Creditors: amounts falling due within one year	13	(9,215)	(10,385)
Net current assets		<u>2,281,356</u>	<u>2,280,559</u>
Total assets less current liabilities		<u>2,283,052</u>	<u>2,282,087</u>
Total net assets		<u><u>2,283,052</u></u>	<u><u>2,282,087</u></u>
Charity funds			
Restricted funds:			
Restricted funds	14	31,557	34,056
Total restricted funds	14	<u>31,557</u>	<u>34,056</u>
Unrestricted funds			
Designated funds	14	1,331,562	1,429,230
General funds	14	919,933	818,801
Total unrestricted funds	14	<u>2,251,495</u>	<u>2,248,031</u>
Total funds		<u><u>2,283,052</u></u>	<u><u>2,282,087</u></u>

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



Mrs K N Westaway
Chair of Trustees

Date: 16.4.25.

The notes on pages 14 to 28 form part of these financial statements.

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) second edition published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Torbay Hospital League of Friends 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.

1.2 GOING CONCERN

The Charity has sufficient cash to meet all known outgoings. Because of the nature of the Charity, cash outflows can be reduced to a minimum to ensure the viability of both itself and the pod. The Charity will only make gifts to the Hospital when there are funds available to do so. There is no ongoing cash requirement within the next 12 months which cannot be met by current funds.

On the basis of the above the trustees consider it appropriate for the financial statements for the year ended 31 December 2024 to be prepared on a going concern basis.

1.3 INCOME

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the charity, can be reliably measured.

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet.

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

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

1. ACCOUNTING POLICIES (continued)

1.4 EXPENDITURE

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

Expenditure on raising funds includes all expenditure incurred by the charity to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the charity's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

1.5 INTEREST RECEIVABLE

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

1.6 TAXATION

The charity 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 charity 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.

1.7 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives.

Depreciation is provided on the following basis:

Fixtures, fittings and equipment - 20% straight line

1.8 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.

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

1. ACCOUNTING POLICIES (continued)

1.9 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.

1.10 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 charity 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.

1.11 FINANCIAL INSTRUMENTS

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.12 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 charity and which have not been designated for other purposes.

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

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The 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.

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

2. CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGMENT

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities have been discussed below:

Critical areas of judgment:

Income from legacies needs to be recognised in line with FRS102. Legacy income is unpredictable and the timescale from notification to receipt can be extensive depending upon the complexity of the estate and there can be uncertainty over the exact amount the charity will receive. Legacies are assessed on an individual basis in order to consider whether there is entitlement – control over the rights or other access to the economic benefit has passed to the charity; Probable – it is more likely than not that the economic benefits associated with the legacy will flow to the charity; and easurement – the monetary value or amount of the income can be measured reliably.

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

3. Income from donations, grants and legacies

	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Donations and grants	40,888	40,888	68,156
Legacies	238,141	238,141	166,033
Gift aid	5,455	5,455	2,810
	<u>284,484</u>	<u>284,484</u>	<u>236,999</u>
TOTAL 2023	<u>236,999</u>	<u>236,999</u>	

4. INCOME FROM OTHER TRADING ACTIVITIES

Income from fundraising events

	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Events committee	569	569	1,122
Linen League sales	-	-	210
Torquay Girls Grammar School	852	852	855
Pennies for Plastic	36	36	178
Raffles and fayres	741	741	385
Bed push	1,028	1,028	1,051
	<u>3,226</u>	<u>3,226</u>	<u>3,801</u>
TOTAL 2023	<u>3,801</u>	<u>3,801</u>	

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

4. INCOME FROM OTHER TRADING ACTIVITIES (CONTINUED)

Income from non charitable trading activities

	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Sales	11,845	11,845	10,886
	<u>11,845</u>	<u>11,845</u>	<u>10,886</u>
TOTAL 2023	10,886	10,886	
	<u>10,886</u>	<u>10,886</u>	

5. INVESTMENT INCOME

	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Investment income	90,749	90,749	80,540
	<u>90,749</u>	<u>90,749</u>	<u>80,540</u>
TOTAL 2023	80,540	80,540	
	<u>80,540</u>	<u>80,540</u>	

6. ANALYSIS OF EXPENDITURE BY ACTIVITIES

	Direct costs 2024 £	Support costs 2024 £	Total funds 2024 £	Total funds 2023 £
Gifts to hospital	361,835	-	361,835	1,344,100
Other charitable activities	-	26,685	26,685	39,777
	<u>361,835</u>	<u>26,685</u>	<u>388,520</u>	<u>1,383,877</u>
TOTAL 2023	1,344,100	39,777	1,383,877	
	<u>1,344,100</u>	<u>39,777</u>	<u>1,383,877</u>	

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

6. ANALYSIS OF EXPENDITURE BY ACTIVITIES (CONTINUED)

ANALYSIS OF SUPPORT COSTS

	2024	Total	Total
	£	funds	funds
		2024	2023
		£	£
Stationery and printing	2,490	2,490	2,531
Office costs	472	472	422
Depreciation	520	520	382
Sundry expenses	3,143	3,143	11,183
Bank charges	-	-	2,314
Legal and professional fees	12,871	12,871	16,020
Honoraria	5,000	5,000	5,000
Insurance	1,591	1,591	1,786
Advertising and promotion	598	598	139
	26,685	26,685	39,777
	39,777	39,777	
TOTAL 2023			

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

7. Gifts to hospital

	Restricted funds 2024 £	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Radiotherapy scanner	-	-	-	590,000
AMU equipment	-	-	-	408,992
Computers on wheels	-	-	-	86,330
Ultrasound equipment	-	-	-	77,501
Chairs	500	13,259	13,759	49,029
Phlebotomy equipment	-	-	-	39,245
Dementia equipment	-	-	-	33,263
Ventilator equipment	-	-	-	16,975
Virtual reality headsets	-	6,204	6,204	9,850
Mobil interactive table	-	-	-	7,115
Bladder scanner	-	-	-	7,114
HiLow beds	-	-	-	6,300
Xion Endoflex system	-	-	-	3,051
Automated resus CPR equipment	-	10,968	10,968	-
Refurbishment of mortuary	-	7,011	7,011	-
Mindray BeneVision monitors	-	17,736	17,736	-
VR therapy pain device	-	8,629	8,629	-
Clothing bank	-	5,892	5,892	-
Verathon 10 bladder	-	7,114	7,114	-
Lockers and chairs	-	23,229	23,229	-
Patient trolleys	-	129,512	129,512	-
Patient beds	-	15,379	15,379	-
Image guidance	-	81,477	81,477	-
Bed boards	-	12,400	12,400	-
Other smaller grants	1,999	20,526	22,525	9,335
	<u>2,499</u>	<u>359,336</u>	<u>361,835</u>	<u>1,344,100</u>
TOTAL 2023	<u>15,864</u>	<u>1,328,236</u>	<u>1,344,100</u>	

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

8. AUDITORS' REMUNERATION

	2024 £	2023 £
Fees payable to the charity's auditor for the audit of the charity's annual accounts	9,215	8,775
Fees payable to the charity's auditor in respect of: All non-audit services not included above	<u>3,656</u>	<u>2,352</u>

9. Related party transactions and trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2023 - £NIL).

During the year ended 31 December 2024, expenses totalling £1,252 were reimbursed or paid directly to 5 Trustees (2023: £1,177 to 8 Trustees). No Income (2023: £420) was received from Trustees as part of retail sales, donations and subscriptions. In addition, assets were purchase for use by the Trustees in their roles totalling £519 (2023 £560).

During the year the Charity's Secretary recieved an Honorarium to represent a gesture of goodwill and appreciation for services rendered to the Charity of £5,000 (2023: £5,000). Authority was given from the Charity Comission for the payments.

The charity considers its key management personnel comprise the Trustees of the charity. The total employment benefits of the key management personnel were £Nil (2023: £Nil).

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

10. TANGIBLE FIXED ASSETS

	Fixtures, fittings and equipment £
COST OR VALUATION	
At 1 January 2024	10,020
Additions	688
At 31 December 2024	<u>10,708</u>
DEPRECIATION	
At 1 January 2024	8,492
Charge for the year	520
At 31 December 2024	<u>9,012</u>
NET BOOK VALUE	
At 31 December 2024	<u>1,696</u>
At 31 December 2023	<u>1,528</u>

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

11. DEBTORS

	2024	2023
	£	£
DUE WITHIN ONE YEAR		
Prepayments	613	777
Legacies receivable	23,325	27,275
	<u>23,938</u>	<u>28,052</u>

12. CURRENT ASSET INVESTMENTS

	2024	2023
	£	£
Unlisted investments (liquid)	<u>85,000</u>	<u>355,000</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Accruals and deferred income	<u>9,215</u>	<u>10,385</u>

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

14. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 1 January 2024 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2024 £
UNRESTRICTED FUNDS					
DESIGNATED FUNDS					
Equipment commitments	1,429,230	-	(359,336)	261,668	1,331,562
GENERAL FUNDS					
General Funds	818,801	390,304	(27,504)	(261,668)	919,933
TOTAL UNRESTRICTED FUNDS	2,248,031	390,304	(386,840)	-	2,251,495
RESTRICTED FUNDS					
Radiotherapy unit	5,719	-	-	-	5,719
Diabetic and Asthmatic patients	22,480	-	(1,999)	-	20,481
Neurology department	2,347	-	-	-	2,347
EAU 3	500	-	(500)	-	-
Endoscopy	2,010	-	-	-	2,010
The Eye Clinic	1,000	-	-	-	1,000
	34,056	-	(2,499)	-	31,557
TOTAL OF FUNDS	2,282,087	390,304	(389,339)	-	2,283,052

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

14. STATEMENT OF FUNDS (CONTINUED)

The Cardiac unit restricted fund represents specific bequests which have to be used towards equipment and comfort of the patients of the cardiac department at the Hospital.

The Radiotherapy unit restricted fund represents specific bequests which have to be used towards equipment and comfort of the patients of the radiotherapy unit at the Hospital.

The Diabetic and Asthmatic patient restricted fund represents specific bequests which have to be used towards equipment and comfort of these patients.

The Neurology department restricted funds represents a specific donation to be used towards Neurophysiology equipment to be used within the department.

The Heart machines/ambulance services fund represents specific donations and bequests to be used towards heart machines/ambulance services.

EAU3 fund represents specific donations and bequests to be used towards the Emergency Assessment Unit.

The Endoscopy fund represents specific donations and bequests to be used toward such treatments.

The Cardiology fund represents specific donations and bequests to be used toward such treatments.

The Eye Clinic restricted fund represents specific bequests which have to be used towards equipment for the Eye Clinic at the Hospital.

The transfer between funds are necessary in order to ensure the matching of incoming resources specifically designated by the Committee with the charity's own resources. Funds are released if the charity receives notification that monies are no longer required for the planned purpose.

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

14. STATEMENT OF FUNDS (CONTINUED)

STATEMENT OF FUNDS - PRIOR YEAR

	Balance at 1 January 2023 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2023 £
UNRESTRICTED FUNDS					
DESIGNATED FUNDS					
Equipment commitments	2,180,036	-	(1,324,745)	573,939	1,429,230
GENERAL FUNDS					
General Funds	1,104,560	332,226	(44,046)	(573,939)	818,801
TOTAL UNRESTRICTED FUNDS	3,284,596	332,226	(1,368,791)	-	2,248,031
RESTRICTED FUNDS					
Cardiac unit	5,719	-	-	-	5,719
Radiotherapy unit	15,323	-	(15,323)	-	-
Diabetic and Asthmatic patients	22,480	-	-	-	22,480
Neurology department	2,347	-	-	-	2,347
Heart machines	149	-	(149)	-	-
EAU 3	500	-	-	-	500
Endoscopy	2,010	-	-	-	2,010
Cardiology	392	-	(392)	-	-
The Eye Clinic	1,000	-	-	-	1,000
	49,920	-	(15,864)	-	34,056
TOTAL OF FUNDS	3,334,516	332,226	(1,384,655)	-	2,282,087

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

15. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT PERIOD

	Restricted funds 2024 £	Unrestricted funds 2024 £	Total funds 2024 £
Tangible fixed assets	-	1,696	1,696
Current assets	31,557	2,259,014	2,290,571
Creditors due within one year	-	(9,215)	(9,215)
TOTAL	31,557	2,251,495	2,283,052

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR PERIOD

	Restricted funds 2023 £	Unrestricted funds 2023 £	Total funds 2023 £
Tangible fixed assets	-	1,528	1,528
Current assets	34,056	2,256,888	2,290,944
Creditors due within one year	-	(10,385)	(10,385)
TOTAL	34,056	2,248,031	2,282,087

16. Contingent asset

The Charity has been notified of residuary legacies where a reliable valuation of the estate cannot be calculated, and therefore the legacies due to the Charity cannot be made. As the outcome is currently uncertain for the legacies they have not been recognised within the financial statements.

Accounts

TORBAY HOSPITAL LEAGUE OF FRIENDS

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

TORBAY HOSPITAL LEAGUE OF FRIENDS

CONTENTS

	Page
Reference and Administrative Details of the Charity, its Trustees and Advisers	1
Trustees' Report	2 - 7
Independent Auditors' Report on the Financial Statements	8 - 11
Consolidated Statement of Financial Activities	12
Consolidated Balance Sheet	13
Charity Balance Sheet	14
Consolidated Statement of Cash Flows	15
Notes to the Financial Statements	16 - 31

TORBAY HOSPITAL LEAGUE OF FRIENDS

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2023

Trustees

Mr G L Adroit (Resigned 31 October 2023)
Mrs J Berry
Mr M K Evans, Vice President (Appointed 4 May 2023)
Mrs P Eyles (Resigned 5 February 2023)
Mrs J M Hearne, Vice President
Mrs L Hookings, Vice President
Mr M A Hookings
Mrs B Lawton
Mrs L McCaig
Mrs C M Piper, Vice President
Miss P A Roberts, President
Mr D Rogers, Vice President
Mr R Tuttle, Former Chair
Mrs K N Westaway, Chair
Mr P F V White, Vice President/Honorary Secretary
Mr M H Tucker, Vice Chair

**Charity registered
number** 200905

Principal office Highlyn
6 Haldon Close
Torquay
Devon
TQ1 2NA

Independent auditors Bishop Fleming LLP
Chartered Accountants
Statutory Auditors
2nd Floor Stratus House
Emperor Way
Exeter Business Park
Exeter
EX1 3QS

Solicitors Wollens
Carlton House
30 The Terrace
Torquay
Devon
TQ1 1BS

TORBAY HOSPITAL LEAGUE OF FRIENDS

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2023

The Trustees present their report along with the financial statements of Torbay Hospital League of Friends (the charity and the group) for the year ended 31 December 2023. The Trustees confirm that the Annual Report and financial statements of the charity and the group comply with the current statutory requirements, the requirements of the charity and the group's governing document and the provisions of the Statement of Recommended Practice (SORP), 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

a. Policies and objectives

The objects of the League, as set out in the Governing Document, shall be to relieve patients and former patients of the Torbay Hospitals (now only the Torbay Hospital) and generally to support the work of the hospital. To achieve this overall purpose the Governing Document sets out various practical steps to be taken.

The aims of the Charity are to support the continuing development of Torbay Hospital mainly by supplementing funds available for equipment as well as for research education and training. Additionally, where it can, the Charity aims to foster interest in the work of the Hospital by the provision of voluntary work within the Hospital.

The main objectives are to achieve as great a financial contribution as possible and continue to support Hospital services by the provision of such other services as we are able.

b. Strategies for achieving objectives

These included holding regular monthly meetings of the Management Committee to keep close control over income and expenditure and liaising with the Hospital Trust to obtain details of what equipment is needed or whether the provision of funds for improvement or enhancement of staff or other facilities could be made. The Charity also seeks to publicise its efforts inter alia by holding a variety of events both small and large throughout the year including Flag Days, Draws, and the sale of Christmas Cards. During the Pandemic these activities were necessarily curtailed but gradually the League is now able to do more to hold public events. Where appropriate, consideration is given to the making of a public appeal to raise funds for a specific project.

c. Activities undertaken to achieve objectives

Legacy income is a significant part of the Charity's overall income and as such the Charity will be doing all it can to promote itself as a Charity worthy of charitable giving. The Charity continues to enjoy a healthy level of income, which has enabled it to continue making available monies to the Hospital for a variety of purposes as requested by the Hospital. The accounts give a full picture of the extent of the grants made. The Management committee continues to encourage the Hospital to approach the League for donations of any kind for items however large or small.

d. Volunteers

Our office on Level 4 is now well established as a base within the Hospital from which we can make our presence felt and advertise future events. Additionally, we are holding regular Table Top sales on a weekly basis on Level 4 to sell branded items such as Pens, Mugs, Diaries, Christmas Cards, Note Pads etc. We hope also to sell second hand books donated to us along with jigsaw puzzles and knitted garments for babies. We would welcome applications from supporters of the League to help the Trustees man these regular sales events

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023**

Objectives and activities (CONTINUED)

e. Activities undertaken to further the charity's purposes for the public benefit

In deciding on both the current and future policy and activities, the charity has referred to the Charity Commission's general guidance on public benefit. In particular the trustees consider how the planned policies and activities will contribute to the aims and objectives they have set. The nature of the activities undertaken during the year is set out elsewhere in this report.

Achievements and performance

a. Key performance indicators

Post Covid 19, the League has been able to organise activities in 2023. Hunts Cider made us their Charity of the year and arranged a Special Cream Tea at their premises to commemorate the Coronation of King Charles III. We held a successful stall on Babbacombe Down in August organised by the Rotary Club of Torbay Sunrise. Also, that month we held our annual Bed Push along the Sea Front in Torquay. Wendy and Alan Salter once again kindly hosted a charity Tea Party for us in September and in December we were invited to have a stall at the Wellswood Christmas Party Street Fayre. Activities such as Flag Days, sale of Christmas Cards, Draws, Bed Push, Collection buckets, Coffee mornings and other social events are designed to promote the League and its aims to the public in order to secure funds to be passed back to the Hospital

Total sums paid to the Hospital this year are £1,344,100 (2022 £48,796). The League has agreed a protocol with the Hospital to ensure that grants made to the Hospital are for items of equipment that the Hospital are not able to finance from alternative sources but which they consider to be necessary and which they will be able to maintain throughout its expected life. The Protocol agreed is:

- For equipment requiring ongoing maintenance (and/or having a value in excess of £5,000): Current Trust Policy requires these bids to progress through the Medical Equipment Committee (MEC). The MEC will then identify which bids should proceed for consideration by the League.
- For single use items under £5,000: Single use items under £5,000 do not go to the MEC. Such bids will be assessed by the Director of Nursing or Medical Director who will refer them on a monthly basis to the League.

For multiple items where individually, the cost is less than £5,000 but in totality the cost exceeds £5,000:

- If such bids are not considered by the MEC they will be assessed by the Director of Nursing or Medical Director and if appropriate will then be referred to the League.

b. Review of activities

The League has carried out a number of activities throughout the year, which are designed to promote the League and its objects to the public to secure funds for the Hospital. The activities undertaken to raise funds in 2023 include; sale of Christmas Cards, Draws, Bed Push, Collection buckets and other community events. Such events publicise the work of the League and increases awareness of what the League does for the Community and are as important as making a profit for the League.

These activities all help to foster a team spirit between League members. As important as making a profit for the League, is the fact that each event publicises the work of the League and increases awareness of what the League does for the Community.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023**

Achievements and performance (CONTINUED)

c. Investment policy and performance

As the League has variable income derived from legacies, fund raising and similarly variable payments dependent upon opportunities presented to it by the Hospital, the bulk of its funds held until payment are invested in interest bearing Bank accounts and Investment Companies. The Trustees consider this to be the simplest and most risk-free method to earn income and maintain capital value.

Financial review

a. Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has 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. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

b. Reserves policy

The Trustees have reviewed the charity's needs for reserves in line with the guidance issued by the Charity Commission and have decided that unrestricted reserves should be sufficient to enable it at all times to meet its current designated commitments and anticipate future calls by the Hospital as and when they arise with a minimum of £250,000. The total value of reserves at the end of the year was £2,282,087 (2022: £3,334,516) of which free reserves amount to £818,801 (2022: £1,104,560).

c. Financial risk management objectives and policies

The League is entirely dependent upon the generosity of the public to make donations either through legacies, gifts or support to the various fund-raising activities conducted throughout the year by the League and its members. The income from all sources during the year was £332,226 (2022: £459,488).

Structure, governance and management

a. Constitution

The League is an unincorporated body, constituted under a Governing Document originally drawn up in 1954 and subsequently amended, to provide amenities and services for patients and staff at Torbay Hospital. Over the years it has become one of the leading Leagues in the country having provided gifts exceeding £20,000,000.

The League is able to enhance what Torbay Hospital provides and buy 'extras' that can bring the most advanced methods of treatment to benefit local people and visitors to the area. Members of the League act in a number of ways for the benefit of Torbay Hospital by supporting its work, recruiting volunteers, maintaining the relationship between volunteers and the Hospital and creating a link between the Hospital and the community it serves.

b. Method of appointment or election of Trustees

The Trustees, who together form the Management Committee, are appointed under the terms of the Governing Document from the membership body (save for appointments required under the Governing Document) provided they are also members of the League. Elected trustees serve for a period of five years after which they may put themselves forward for re-election. The Management Committee may remove the Secretary and Treasurer at any time.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023**

Structure, governance and management (CONTINUED)

c. Policies adopted for the introduction and training of Trustees

New Trustees are found through recommendation by existing members/trustees or by word of mouth or are volunteers who wish to become more involved with the Charity. Their names, having been proposed and seconded, are presented at the Annual General Meeting before being voted upon. New Trustees are given an induction pack so that they are aware of the Charity's background, its financial basis and their obligations and responsibilities as Trustees.

d. Organisational structure and decision-making

The Management Committee meet monthly to approve grants to the Hospital. Protocols are in place with the Hospital to ensure that bids for grants from the League are first assessed by the Hospital on the basis of need and affordability of maintenance to ensure that any equipment purchased will be of the greatest benefit and can be properly serviced and maintained by the Hospital for its expected lifetime. The Management Committee deals with administration relating to the general activities of the League including receiving a monthly financial report, and reports from Membership, Publicity, Linen League and regarding Events organised by the League. The League's finances are dealt with by the Hon Sec who reports monthly to the Management Committee. Various members of the Management Committee have specific roles under the overall control of the Management Committee to whom they report at the monthly meetings.

The League is a member of the Devon Association of Hospital Leagues of Friends.

e. Risk management

The General Committee is responsible for the management of risks faced by the Charity and continually review those risks and put in place practices and controls to be observed throughout the year. Those controls include:

- Formal agendas for all Committee meetings.
- Established organisational structures with well-defined lines of reporting.
- Monthly reports relating to finances including income and expenditure.
- Declaration of Conflicts of Interest by Trustees.

The Trustees consider that the risks identified have been mitigated as far as possible.

f. Fundraising

The League organises fundraising events and co-ordinates the activities of supporters both in the hospital and in the wider community. The League does not use professional fundraisers or involve commercial participators. There have been no complaints about fundraising activity this year.

The League follows as closely as possible relevant parts of the Fundraising Regulator's Code of Fundraising Practice. Volunteer fundraisers are briefed before they raise funds for the League and given updates/ reminders as necessary. The League assists and monitors supporters engaged in fundraising activity to ensure compliance of the Code with particular focus on how to approach and work with members of the public who are potentially vulnerable.

Any direct marketing is to be undertaken by a Trustee and member of the Management Committee to ensure that it is not unreasonably intrusive or persistent. All marketing material will contain clear instructions on how a person can be removed from mailing lists.

Contact is to be made only to members of the public who consent and on an infrequent basis. Our Newsletter is sent out to Members on a bi-annual basis and our e-Newsletter is currently sent on a two-monthly basis to members of the League who have given their consent.

TORBAY HOSPITAL LEAGUE OF FRIENDS

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

Plans for future periods

The League intends to continue to support Torbay Hospital to the full extent it can and in particular:

- will maintain the strong links already forged with the Hospital management,
- will remain responsive to requests for funding from the Hospital,
- will encourage fund raising activities by members of the League.
- will do what it can to publicise the work of the League so as to promote the interests of the League to members of the public minded to make donations.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees 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).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial which give a true and fair view of the state of affairs of the Group and the charity and of their incoming resources and application of resources, including their income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the charity's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the Group and the charity 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 group'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 group's auditors are aware of that information.

TORBAY HOSPITAL LEAGUE OF FRIENDS

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023**

Auditors

The auditors, Bishop Fleming LLP, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees and signed on their behalf by:



Mrs K N Westaway
Chair of Trustees

Date: 25. 4. 24

TORBAY HOSPITAL LEAGUE OF FRIENDS

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS

Opinion

We have audited the financial statements of Torbay Hospital League of Friends (the 'parent charity') and its subsidiary (the 'group') for the year ended 31 December 2023 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charity Balance Sheet, the Consolidated Statement of Cash Flows 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 Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charity's affairs as at 31 December 2023 and of the Group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

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 Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 Group's or the parent 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.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS
(CONTINUED)**

Other information

The other information comprises the information included in the Trustees' Report and Financial Statements other than the financial statements and our Auditors' Report thereon. The Trustees are responsible for the other information contained within the Trustees' Report and Financial Statements. 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. 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 course of 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' Report is inconsistent in any material respect with the financial statements; or
- the parent charity has not kept sufficient accounting records; or
- the parent charity financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the Trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Group's and the parent 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 Group or the parent charity or to cease operations, or have no realistic alternative but to do so.

TORBAY HOSPITAL LEAGUE OF FRIENDS

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS (CONTINUED)

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditor under section 152 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 Auditors' 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:

In assessing the risk of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following.

- the nature of the sector, control environment and the Charity's performance;
- results of our enquiries of management and the Trustees, about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the Charity's documentation of their policies and procedures relating to: identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance; detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud, which included incorrect recognition of revenue, management override of controls using manual journal entries, purchase ledger, and identified the greatest potential for fraud as incorrect recognition of revenue and management override using manual journal entries.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We identified and obtained an understanding of the laws and regulations that are of significance to the Charity by discussions with Trustees and by updating our understanding of the sector in which the Charity operates in. Laws and regulations that are of direct significance to the Charity and of which non compliance could result in material misstatement are the Charities Act, Charities SORP and tax legislation. In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the Charity's ability to operate or to avoid a material penalty.

Our procedures to respond to risks identified for the Parent Charity and its subsidiary, as necessary, included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- reviewing the financial statement disclosures and testing to supporting documentation to assess the recognition of revenue, in line with longer term contract accounting methodologies;
- enquiring of Trustees and management concerning actual and potential litigation and claims;
- performing procedures to confirm material compliance with the requirements of the above regulations;

TORBAY HOSPITAL LEAGUE OF FRIENDS

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS (CONTINUED)

- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of Trustee meetings; and
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; and assessing whether the judgements made in making accounting estimates are indicative of a potential bias.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from an error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it.

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

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Bishop Fleming LLP

Bishop Fleming LLP
Chartered Accountants
Statutory Auditors
2nd Floor Stratus House
Emperor Way
Exeter Business Park
Exeter
EX1 3QS

Date: 13/5/2024

Bishop Fleming LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

TORBAY HOSPITAL LEAGUE OF FRIENDS

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2023

	Note	Restricted funds 2023 £	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income from:					
Donations, grants and legacies	3	-	236,999	236,999	430,920
Other trading activities	4	-	14,687	14,687	2,480
Investments	5	-	80,540	80,540	26,088
Total income		-	332,226	332,226	459,488
Expenditure on:					
Raising funds		-	778	778	-
Charitable activities	6	15,864	1,368,013	1,383,877	78,046
Total expenditure		15,864	1,368,791	1,384,655	78,046
Net movement in funds		(15,864)	(1,036,565)	(1,052,429)	381,442
Reconciliation of funds:					
Total funds brought forward		49,920	3,284,596	3,334,516	2,953,074
Net movement in funds		(15,864)	(1,036,565)	(1,052,429)	381,442
Total funds carried forward		34,056	2,248,031	2,282,087	3,334,516

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

The notes on pages 16 to 31 form part of these financial statements.

TORBAY HOSPITAL LEAGUE OF FRIENDS

CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	10	1,528	-
		<u>1,528</u>	<u>-</u>
Current assets			
Debtors	12	28,052	119,663
Investments	13	355,000	1,286,696
Cash at bank and in hand		1,907,892	1,938,117
		<u>2,290,944</u>	<u>3,344,476</u>
Creditors: amounts falling due within one year	14	(10,385)	(9,960)
Net current assets		<u>2,280,559</u>	<u>3,334,516</u>
Total assets less current liabilities		<u>2,282,087</u>	<u>3,334,516</u>
Total net assets		<u>2,282,087</u>	<u>3,334,516</u>
Charity funds			
Restricted funds:			
Restricted funds	15	34,056	49,920
Total restricted funds	15	<u>34,056</u>	<u>49,920</u>
Unrestricted funds			
Designated funds	15	1,429,230	2,180,036
General funds	15	818,801	1,104,560
Total unrestricted funds	15	<u>2,248,031</u>	<u>3,284,596</u>
Total funds		<u>2,282,087</u>	<u>3,334,516</u>

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


Mrs K N Westaway
Chair of Trustees

Date: 25.4.24

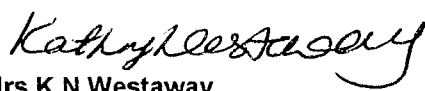
The notes on pages 16 to 31 form part of these financial statements.

TORBAY HOSPITAL LEAGUE OF FRIENDS

CHARITY STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 31 DECEMBER 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	10	1,528	-
Fixed asset investments	11	-	2
		<u>1,528</u>	<u>2</u>
Current assets			
Debtors	12	28,052	119,663
Investments	13	355,000	1,286,696
Cash at bank and in hand		1,907,892	1,937,739
		<u>2,290,944</u>	<u>3,344,098</u>
Creditors: amounts falling due within one year	14	(10,385)	(95,434)
Net current assets		<u>2,280,559</u>	<u>3,248,664</u>
Total assets less current liabilities		<u>2,282,087</u>	<u>3,248,666</u>
		<u>2,282,087</u>	<u>3,248,666</u>
Total net assets		<u>2,282,087</u>	<u>3,248,666</u>
Charity funds			
Restricted funds:			
Restricted funds	15	34,056	49,920
Total restricted funds	15	<u>34,056</u>	<u>49,920</u>
Unrestricted funds	15	2,248,031	3,198,746
Total funds		<u>2,282,087</u>	<u>3,248,666</u>

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


Mrs K N Westaway
Chair of Trustees

Date: 25.4.24

The notes on pages 16 to 31 form part of these financial statements.

TORBAY HOSPITAL LEAGUE OF FRIENDS

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2023**

	2023 £	2022 £
Cash flows from operating activities		
Net cash used in operating activities	(1,040,551)	398,006
Cash flows from investing activities		
Interests from investments	80,540	26,088
Purchase of tangible fixed assets	(1,910)	-
Proceeds from sale of investments	931,696	-
Net cash provided by investing activities	1,010,326	26,088
Cash flows from financing activities		
Net cash provided by financing activities	-	-
Change in cash and cash equivalents in the year	(30,225)	424,094
Cash and cash equivalents at the beginning of the year	1,938,117	1,514,023
Cash and cash equivalents at the end of the year	1,907,892	1,938,117

The notes on pages 16 to 31 form part of these financial statements

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

1. Accounting policies

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) second edition published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Torbay Hospital League of Friends 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.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Group and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

1.2 GOING CONCERN

The Charity has sufficient cash to meet all known outgoings. Because of the nature of the Charity, cash outflows can be reduced to a minimum to ensure the viability of both itself and the pod. The Charity will only make gifts to the Hospital when there are funds available to do so. There is no ongoing cash requirement within the next 12 months which cannot be met by current funds.

On the basis of the above the trustees consider it appropriate for the financial statements for the year ended 31 December 2023 to be prepared on a going concern basis.

1.3 INCOME

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the charity, can be reliably measured.

Grants are included in the Consolidated Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet.

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

1. Accounting policies (continued)

1.4 EXPENDITURE

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

1.5 INTEREST RECEIVABLE

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

1.6 TAXATION

The charity 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 charity 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.

1.7 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives. .

Depreciation is provided on the following bases:

- Long-term leasehold property - Over the term of the lease
- Fixtures, fittings and equipment - 20% straight line

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

1. Accounting policies (continued)

1.8 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 the 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 presented as 'Gains/(Losses) on investments' in the Consolidated Statement of Financial Activities.

Investments in subsidiaries are valued at cost less provision for impairment.

1.9 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.

1.10 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.

1.11 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 charity 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.

1.12 FINANCIAL INSTRUMENTS

The Group only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.13 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 Group and which have not been designated for other purposes.

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

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

2. CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGMENT

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities have been discussed below:

Critical areas of judgment:

Income from legacies needs to be recognised in line with FRS102. Legacy income is unpredictable and the timescale from notification to receipt can be extensive depending upon the complexity of the estate and there can be uncertainty over the exact amount the charity will receive. Legacies are assessed on an individual basis in order to consider whether there is entitlement – control over the rights or other access to the economic benefit has passed to the charity; Probable – it is more likely than not that the economic benefits associated with the legacy will flow to the charity; and easurement – the monetary value or amount of the income can be measured reliably.

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

3. Income from donations, grants and legacies

	Restricted funds 2023 £	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Donations and grants	-	68,156	68,156	67,507
Legacies	-	166,033	166,033	360,437
Gift aid	-	2,810	2,810	2,976
	-	236,999	236,999	430,920
TOTAL 2022	1,000	429,920	430,920	

4. Income from other trading activities

Income from fundraising events

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Events committee	1,122	1,122	-
Linen League sales	210	210	-
Torquay Girls Grammar School	855	855	287
Pennies for Plastic	178	178	35
Raffles and fayres	385	385	1,212
Bed push	1,051	1,051	-
	3,801	3,801	1,534
TOTAL 2022	1,534	1,534	

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

4. Income from other trading activities (continued)

Income from non charitable trading activities

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Sales	10,886	10,886	946
TOTAL 2022	946	946	

5. Investment income

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Investment income	80,540	80,540	26,088
TOTAL 2022	26,088	26,088	

6. Analysis of expenditure by activities

	Direct costs 2023 £	Support costs 2023 £	Total funds 2023 £	Total funds 2022 £
Gifts to hospital	1,344,100	-	1,344,100	48,796
Other charitable activities	-	39,777	39,777	29,250
	1,344,100	39,777	1,383,877	78,046
TOTAL 2022	48,796	29,250	78,046	

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

6. Analysis of expenditure by activities (continued)

Analysis of support costs

	2023 £	Total funds 2023 £	Total funds 2022 £
Office costs	4,940	4,940	6,125
Depreciation	382	382	-
Sundry expenses	11,121	11,121	93
Bank charges	2,314	2,314	3,244
Legal and professional fees	16,020	16,020	12,288
Honoraria	5,000	5,000	7,500
	<u>39,777</u>	<u>39,777</u>	<u>29,250</u>
TOTAL 2022	<u>29,250</u>	<u>29,250</u>	

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

7. Gifts to hospital

	Restricted funds 2023 £	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Radiotherapy scanner	15,323	574,677	590,000	-
AMU equipment	-	408,992	408,992	-
Computers on wheels	-	86,330	86,330	-
Ultrasound equipment	-	77,501	77,501	-
Chairs	-	49,029	49,029	-
Phlebotomy equipment	-	39,245	39,245	-
Dementia equipment	-	33,263	33,263	-
Ventilator equipment	-	16,975	16,975	-
Virtual Reality headsets	-	9,850	9,850	-
Mobil interactive table	-	7,115	7,115	-
Bladder scanner	-	7,114	7,114	-
HiLow beds	-	6,300	6,300	-
Xion Endoflex system	-	3,051	3,051	-
Chart trollies and theatre stools	-	-	-	24,451
Concealment trollies	-	-	-	6,568
FES	-	-	-	6,254
Portable videolaryngoscopes	-	-	-	3,246
Theatre poles/chairs	-	-	-	3,176
Other smaller grants	541	8,794	9,335	5,101
	<u>15,864</u>	<u>1,328,236</u>	<u>1,344,100</u>	<u>48,796</u>
Total 2022	<u>14,477</u>	<u>41,819</u>	<u>56,296</u>	

8. Auditors' remuneration

	2023 £	2022 £
Fees payable to the charity's auditor for the audit of the charity's annual accounts	8,775	8,350
Fees payable to the charity's auditor in respect of:		
All non-audit services not included above	<u>2,352</u>	<u>2,188</u>

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

9. Related party transactions and trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2022 - £NIL).

During the year ended 31 December 2023, expenses totalling £1,177 were reimbursed or paid directly to 8 Trustees (2022: £760 to 4 Trustees). Income of £420 (2022: £40) was received from Trustees as part of retail sales, donations and subscriptions. In addition, assets were purchase for use by the Trustees in their roles totalling £560 (2022 £Nil).

During the year the Charity's Secretary recieved an Honorarium to represent a gesture of goodwill and appreciation for services rendered to the Charity of £5,000 (2022: £7,500). Authority was given from the Charity Comission for the payments.

The Charity's subsidiary company - Torbay Hospital League of Friends Shop Limited, has now been dissolved. Prior to dissolution, two members of the Committee held shares as nominees for the Charity in this subsidiary company, these have now been distributed to the charity.

The charity considers its key management personnel comprise the Trustees of the charity and. The total employment benefits of the key management personnel were £Nil (2022: £Nil).

10. Tangible fixed assets

GROUP

	Fixtures and fittings £
COST OR VALUATION	
At 1 January 2023	30,027
Additions	1,910
Disposals	(21,917)
At 31 December 2023	10,020
DEPRECIATION	
At 1 January 2023	30,027
Charge for the year	382
On disposals	(21,917)
At 31 December 2023	8,492
NET BOOK VALUE	
At 31 December 2023	1,528
At 31 December 2022	-

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

10. Tangible fixed assets (continued)

CHARITY

	Fixtures and fittings £
COST OR VALUATION	
At 1 January 2023	30,027
Additions	1,910
Disposals	(21,917)
At 31 December 2023	<u>10,020</u>
DEPRECIATION	
At 1 January 2023	30,027
Charge for the year	382
On disposals	(21,917)
At 31 December 2023	<u>8,492</u>
NET BOOK VALUE	
At 31 December 2023	<u><u>1,528</u></u>
At 31 December 2022	<u><u>-</u></u>

11. Fixed asset investments

In November 2023 the trading subsidiary company, Torbay Hospital League of Friends Shop, was formally dissolved and struck off.

12. Debtors

	Group 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
DUE WITHIN ONE YEAR				
Prepayments	777	783	777	783
Legacies receivable	27,275	118,880	27,275	118,880
	<u><u>28,052</u></u>	<u><u>119,663</u></u>	<u><u>28,052</u></u>	<u><u>119,663</u></u>

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

13. Current asset investments

	Group 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
Unlisted investments (liquid)	355,000	1,286,696	355,000	1,286,696

14. Creditors: Amounts falling due within one year

	Group 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
Amounts owed to group undertakings	-	-	-	85,474
Accruals and deferred income	10,385	9,960	10,385	9,960
	10,385	9,960	10,385	95,434

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

15. Statement of funds

Statement of funds - current year

	Balance at 1 January 2023 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2023 £
UNRESTRICTED FUNDS					
DESIGNATED FUNDS					
Equipment commitments	2,180,036	-	(1,324,745)	573,939	1,429,230
GENERAL FUNDS					
General Funds - all funds	1,104,560	332,226	(44,046)	(573,939)	818,801
TOTAL UNRESTRICTED FUNDS	3,284,596	332,226	(1,368,791)	-	2,248,031
RESTRICTED FUNDS					
Cardiac unit	5,719	-	-	-	5,719
Radiotherapy unit	15,323	-	(15,323)	-	-
Diabetic and Asthmatic patients	22,480	-	-	-	22,480
Neurology department	2,347	-	-	-	2,347
Heart machines	149	-	(149)	-	-
EAU 3	500	-	-	-	500
Endoscopy	2,010	-	-	-	2,010
Cardiology	392	-	(392)	-	-
The Eye Clinic	1,000	-	-	-	1,000
	49,920	-	(15,864)	-	34,056
TOTAL OF FUNDS	3,334,516	332,226	(1,384,655)	-	2,282,087

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

15. Statement of funds (continued)

The Designated fund represents the future anticipated equipment commitments which have been agreed by the committee prior to the year end.

The Cardiac unit restricted fund represents specific bequests which have to be used towards equipment and comfort of the patients of the cardiac department at the Hospital.

The Radiotherapy unit restricted fund represents specific bequests which have to be used towards equipment and comfort of the patients of the radiotherapy unit at the Hospital.

The Diabetic and Asthmatic patient restricted fund represents specific bequests which have to be used towards equipment and comfort of these patients.

The Neurology department restricted funds represents a specific donation to be used towards Neurophysiology equipment to be used within the department.

The Heart machines/ambulance services fund represents specific donations and bequests to be used towards heart machines/ambulance services.

EAU3 fund represents specific donations and bequests to be used towards the Emergency Assessment Unit.

The Endoscopy fund represents specific donations and bequests to be used toward such treatments.

The Cardiology fund represents specific donations and bequests to be used toward such treatments.

The Eye Clinic restricted fund represents specific bequests which have to be used towards equipment for the Eye Clinic at the Hospital.

The transfer between funds are necessary in order to ensure the matching of incoming resources specifically designated by the Committee with the charity's own resources. Funds are released if the charity receives notification that monies are no longer required for the planned purpose.

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

15. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 January 2022 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2022 £
UNRESTRICTED FUNDS					
DESIGNATED FUNDS					
Equipment commitments	1,500,337	-	(4,393)	684,092	2,180,036
GENERAL FUNDS					
General Funds	1,389,340	458,488	(59,176)	(684,092)	1,104,560
TOTAL UNRESTRICTED FUNDS	2,889,677	458,488	(63,569)	-	3,284,596
RESTRICTED FUNDS					
Cardiac unit	5,719	-	-	-	5,719
Radiotherapy unit	15,323	-	-	-	15,323
Diabetic and Asthmatic patients	22,480	-	-	-	22,480
Neurology department	2,347	-	-	-	2,347
Heart machines	250	-	(101)	-	149
Patient and visitor care	12,376	-	(12,376)	-	-
EAU 3	500	-	-	-	500
Endoscopy	2,010	-	-	-	2,010
Hospital Wards	2,000	-	(2,000)	-	-
Cardiology	392	-	-	-	392
The Eye Clinic	-	1,000	-	-	1,000
	63,397	1,000	(14,477)	-	49,920
TOTAL OF FUNDS	2,953,074	459,488	(78,046)	-	3,334,516

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

16. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Restricted funds 2023 £	Unrestricted funds 2023 £	Total funds 2023 £
Tangible fixed assets	-	1,528	1,528
Current assets	34,056	2,256,888	2,290,944
Creditors due within one year	-	(10,385)	(10,385)
TOTAL	34,056	2,248,031	2,282,087

Analysis of net assets between funds - prior year

	Restricted funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £
Current assets	49,920	3,294,556	3,344,476
Creditors due within one year	-	(9,960)	(9,960)
TOTAL	49,920	3,284,596	3,334,516

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

	Group 2023 £	Group 2022 £
Net income/expenditure for the year (as per Statement of Financial Activities)	(1,052,429)	381,442
ADJUSTMENTS FOR:		
Depreciation charges	382	-
Dividends, interests and rents from investments	(80,540)	(26,088)
Decrease in debtors	91,611	43,025
Increase in creditors	425	481
NET CASH PROVIDED BY/(USED IN) OPERATING ACTIVITIES	(1,040,551)	398,860

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

18. Analysis of cash and cash equivalents

	Group 2023 £	Group 2022 £
Cash in hand	1,907,892	1,938,117
TOTAL CASH AND CASH EQUIVALENTS	<u>1,907,892</u>	<u>1,938,117</u>

19. Analysis of changes in net debt

	At 1 January 2023 £	Cash flows £	At 31 December 2023 £
Cash at bank and in hand	1,938,117	(30,225)	1,907,892
Liquid investments	1,286,696	(931,696)	355,000
	<u>3,224,813</u>	<u>(961,921)</u>	<u>2,262,892</u>

20. Contingent asset

The Charity has been notified of a residuary legacy where a reliable valuation of the estate cannot be calculated, and therefore the legacy due to the Charity cannot be made. As the outcome is currently uncertain for this legacy they have not been recognised within the financial statements.

Accounts

TORBAY HOSPITAL LEAGUE OF FRIENDS

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

TORBAY HOSPITAL LEAGUE OF FRIENDS

CONTENTS

	Page
Reference and Administrative Details of the Charity, its Trustees and Advisers	1
Trustees' Report	2 - 7
Independent Auditors' Report on the Financial Statements	8 - 11
Consolidated Statement of Financial Activities	12
Consolidated Balance Sheet	13
Charity Balance Sheet	14
Consolidated Statement of Cash Flows	15
Notes to the Financial Statements	16 - 31

TORBAY HOSPITAL LEAGUE OF FRIENDS

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2022

Trustees	Mr G L Adroit Mrs J Berry Mr T Brown, Vice President (Resigned 1 March 2022) Mr M K Evans, Vice President Mrs P Eyles Mrs J M Hearne, Vice President Mrs L Hookings, Vice President Mr M A Hookings Mrs B Lawton Mrs L McCaig Mrs C M Piper, Vice President Miss P A Roberts, President Mr D Rogers, Vice President Mr R Tuttle, Chair Mrs K N Westaway, Former Chair Mr P F V White, Vice President/Honorary Secretary Mr M H Tucker (appointed 5 May 2022)
-----------------	--

Charity registered number	200905
----------------------------------	--------

Principal office	Highlyn 6 Haldon Close Torquay Devon TQ1 2NA
-------------------------	--

Independent auditors	Bishop Fleming LLP Chartered Accountants Statutory Auditors 2nd Floor Stratus House Emperor Way Exeter Business Park Exeter EX1 3QS
-----------------------------	--

Solicitors	Wollens Carlton House 30 The Terrace Torquay Devon TQ1 1BS
-------------------	---

TORBAY HOSPITAL LEAGUE OF FRIENDS

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

The Trustees present their report along with the financial statements of Torbay Hospital League of Friends (the charity and the group) for the year ended 31 December 2022. The Trustees confirm that the Annual Report and financial statements of the charity and the group comply with the current statutory requirements, the requirements of the charity and the group's governing document and the provisions of the Statement of Recommended Practice (SORP), 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

a. Policies and objectives

The objects of the League, as set out in the Governing Document, shall be to relieve patients and former patients of the Torbay Hospitals (now only the Torbay Hospital) and generally to support the work of the hospital. To achieve this overall purpose the Governing Document sets out various practical steps to be taken.

The aims of the Charity are to support the continuing development of Torbay Hospital mainly by supplementing funds available for equipment as well as for research education and training. Additionally, where it can, the Charity aims to foster interest in the work of the Hospital by the provision of voluntary work within the Hospital.

The main objectives are to achieve as great a financial contribution as possible and continue to support Hospital services by the provision of such other services as we are able.

b. Strategies for achieving objectives

These included holding regular monthly meetings of the Management Committee to keep close control over income and expenditure and liaising with the Hospital Trust to obtain details of what equipment is needed or whether the provision of funds for improvement or enhancement of staff or other facilities could be made. The Charity also seeks to publicise its efforts inter alia by holding a variety of events both small and large throughout the year including Flag Days, Draws, and the sale of Christmas Cards. During the Pandemic these activities were necessarily curtailed but gradually the League is now able to do more to hold public events. Where appropriate, consideration is given to the making of a public appeal to raise funds for a specific project.

c. Activities undertaken to achieve objectives

Legacy income is a significant part of the Charity's overall income and as such the Charity will be doing all it can to promote itself as a Charity worthy of charitable giving. The Charity continues to enjoy a healthy level of income, which has enabled it to continue making available monies to the Hospital for a variety of purposes as requested by the Hospital. The accounts give a full picture of the extent of the grants made. The Management committee continues to encourage the Hospital to approach the League for donations of any kind for items however large or small.

d. Volunteers

As reported last year we were hoping to have a bespoke purpose-built office and retail outlet on Level 4 to replace the one we had lost on Level 2 when the Café was closed. Unfortunately, the plans could not be implemented due to Fire Regulations prohibiting the sale of goods on a permanent basis and the Trustees did not feel comfortable asking the Trust to incur significant expenditure on the provision of a new office if we could not affect sales from it. However late in the year an existing office, already on Level 4, became available and was offered to the League. We intend to use this office space as a base within the Hospital from which we can make our presence felt and advertise future events. There is therefore now a need for a limited number of Volunteers to help Trustees man this office during weekdays. Additionally, if there are sufficient Volunteers available, we are intending to hold Table Top sales on a regular weekly basis on Level 4 to sell branded items such as Pens, Mugs, Diaries, Christmas Cards, Note Pads etc. We hope also to sell second hand books donated to us along with jigsaw puzzles and knitted garments for babies.

TORBAY HOSPITAL LEAGUE OF FRIENDS

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Objectives and activities (CONTINUED)

e. Activities undertaken to further the charity's purposes for the public benefit

In deciding on both the current and future policy and activities, the charity has referred to the Charity Commission's general guidance on public benefit. In particular the trustees consider how the planned policies and activities will contribute to the aims and objectives they have set. The nature of the activities undertaken during the year is set out elsewhere in this report.

Achievements and performance

a. Key performance indicators

Once again, the League has been unable to organise the usual range of activities in 2022. Activities such as Flag Days, sale of Christmas Cards, Draws, Bed Push, Collection buckets, Coffee mornings and other social events are designed to promote the League and its aims to the public in order to secure funds to be passed back to the Hospital. We did however have a stall on Babbacombe Down in August as part of the Festival of Fun and were delighted not only by the supportive comments from people visiting the stall but also to have been able to raise just over £300. The League is intending to recommence fund raising events as detailed above from 2023 to the fullest extent possible

Total sums paid to the Hospital this year are £48,796 (2021: £82,672). The League has agreed a protocol with the Hospital to ensure that grants made to the Hospital for items of equipment that the Hospital are not able to finance from alternative sources but which they consider to be necessary and which they will be able to maintain throughout its expected life. The Protocol agreed is:

- For single items over £5,000: Current Trust Policy requires these bids to progress through the Medical Devices Committee (MDC). The MDC will then identify which bids should proceed for consideration by the League.
- For single use items under £5,000: Single use items under £5,000 do not go to the MDC. Such bids will be assessed by the Director of Nursing or Medical Director who will refer them on a monthly basis to the League.

For multiple items where individually, the cost is less than £5,000 but in totality the cost exceeds £5,000:

- If such bids are not considered by the MDC they will be assessed by the Director of Nursing or Medical Director and if appropriate will then be referred to the League.

b. Review of activities

The League has been unable to organise activities throughout the year, which would promote it and its objects to the public to secure funds for the Hospital. Such events publicise the work of the League and increases awareness of what the League does for the Community and are as important as making a profit for the League. The Trustees will be doing all they can to re-instate such activities as soon as possible and have plans in place for various activities in 2023.

c. Investment policy and performance

As the League has variable income derived from legacies, fund raising and similarly variable payments dependent upon opportunities presented to it by the Hospital, the bulk of its funds held until payment are invested in interest bearing Bank accounts and Investment Companies. The Trustees consider this to be the simplest and most risk-free method to earn income and maintain capital value.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022**

Financial review

a. Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has 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. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

b. Reserves policy

The Trustees have reviewed the charity's needs for reserves in line with the guidance issued by the Charity Commission and have decided that unrestricted reserves should be sufficient to enable it at all times to meet its current designated commitments and anticipate future calls by the Hospital as and when they arise with a minimum of £250,000. The total value of reserves at the end of the year was £3,334,516 (2021: £2,953,074) of which free reserves amount to £1,104,560 (2021: £1,389,340).

c. Financial risk management objectives and policies

The League is entirely dependent upon the generosity of the public to make donations either through legacies, gifts or support to the various fund-raising activities conducted throughout the year by the League and its members. The income from all sources during the year was £459,488 (2021: £784,571).

Structure, governance and management

a. Constitution

The League is an unincorporated body, constituted under a Governing Document originally drawn up in 1954 and subsequently amended, to provide amenities and services for patients and staff at Torbay Hospital. Over the years it has become one of the leading Leagues in the country having provided gifts exceeding £20,000,000.

The League is able to enhance what Torbay Hospital provides and buy 'extras' that can bring the most advanced methods of treatment to benefit local people and visitors to the area. Members of the League act in a number of ways for the benefit of Torbay Hospital by supporting its work, recruiting volunteers, maintaining the relationship between volunteers and the Hospital and creating a link between the Hospital and the community it serves.

b. Method of appointment or election of Trustees

The Trustees, who together form the Management Committee, are appointed under the terms of the Governing Document from the membership body (save for appointments required under the Governing Document) provided they are also members of the League. Elected trustees serve for a period of five years after which they may put themselves forward for re-election. The Management Committee may remove the Secretary and Treasurer at any time.

c. Policies adopted for the introduction and training of Trustees

New Trustees are found through recommendation by existing members/trustees or by word of mouth or are volunteers who wish to become more involved with the Charity. Their names, having been proposed and seconded, are presented at the Annual General Meeting before being voted upon. New Trustees are given an induction pack so that they are aware of the Charity's background, its financial basis and their obligations and responsibilities as Trustees.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022**

Structure, governance and management (CONTINUED)

d. Organisational structure and decision-making

The Management Committee meet monthly to approve grants to the Hospital. Protocols are in place with the Hospital to ensure that bids for grants from the League are first assessed by the Hospital on the basis of need and affordability of maintenance to ensure that any equipment purchased will be of the greatest benefit and can be properly serviced and maintained by the Hospital for its expected lifetime. The Management Committee deals with administration relating to the general activities of the League including receiving a monthly financial report, and reports from Membership, Publicity, Linen League and regarding Events organised by the League. The League's finances are dealt with by the Hon Sec who reports monthly to the Management Committee. Various members of the Management Committee have specific roles under the overall control of the Management Committee to whom they report at the monthly meetings.

The League is a member of the Devon Association of Hospital Leagues of Friends.

e. Risk management

The General Committee is responsible for the management of risks faced by the Charity and continually review those risks and put in place practices and controls to be observed throughout the year. Those controls include:

- Formal agendas for all Committee meetings.
- Established organisational structures with well-defined lines of reporting.
- Monthly reports relating to finances including income and expenditure.
- Declaration of Conflicts of Interest by Trustees.

The Trustees consider that the risks identified have been mitigated as far as possible.

f. Fundraising

The League organises fundraising events and co-ordinates the activities of supporters both in the hospital and in the wider community. The League does not use professional fundraisers or involve commercial participants. There have been no complaints about fundraising activity this year.

The League follows as closely as possible relevant parts of the Fundraising Regulator's Code of Fundraising Practice. Volunteer fundraisers are briefed before they raise funds for the League and given updates/ reminders as necessary. The League assists and monitors supporters engaged in fundraising activity to ensure compliance of the Code with particular focus on how to approach and work with members of the public who are potentially vulnerable.

Following a review of marketing generally, any direct marketing is to be undertaken by a Trustee and member of the Management Committee to ensure that it is not unreasonably intrusive or persistent. All marketing material will contain clear instructions on how a person can be removed from mailing lists.

Contact is to be made only to members of the public who consent and on an infrequent basis. Our Newsletter is sent out to Members on a bi-annual basis and our e-Newsletter is currently sent on a two-monthly basis to members of the League who have given their consent.

TORBAY HOSPITAL LEAGUE OF FRIENDS

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Plans for future periods

The League intends to continue to support Torbay Hospital to the full extent it can and in particular:

- will maintain the strong links already forged with the Hospital management,
- will remain responsive to requests for funding from the Hospital,
- will encourage fund raising activities by members of the League.
- will do what it can to publicise the work of the League so as to promote the interests of the League to members of the public minded to make donations.

It is intended that an application to have the dormant subsidiary company struck off the register will be lodged during 2023.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees 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).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Group and the charity and of their incoming resources and application of resources, including their income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the charity's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the Group and the charity 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 group'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 group's auditors are aware of that information.

TORBAY HOSPITAL LEAGUE OF FRIENDS

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

Auditors

The auditors, Bishop Fleming LLP, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees and signed on their behalf by:


Mr R Tuttle

Chair

Date:

15 May 2023

TORBAY HOSPITAL LEAGUE OF FRIENDS

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS

Opinion

We have audited the financial statements of Torbay Hospital League of Friends (the 'parent charity') and its subsidiary (the 'group') for the year ended 31 December 2022 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charity Balance Sheet, the Consolidated Statement of Cash Flows 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 Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charity's affairs as at 31 December 2022 and of the Group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

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 Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 Group's or the parent 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.

TORBAY HOSPITAL LEAGUE OF FRIENDS

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS (CONTINUED)

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Trustees are responsible for the other information contained within the Annual Report. 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. 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 course of 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' Report is inconsistent in any material respect with the financial statements; or
- the parent charity has not kept sufficient accounting records; or
- the parent charity financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the Trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Group's and the parent 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 Group or the parent charity or to cease operations, or have no realistic alternative but to do so.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS
(CONTINUED)**

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditor under section 151 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 Auditors' 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:

In assessing the risk of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following.

- the nature of the sector, control environment and the Charity's performance;
- results of our enquiries of management and the Trustees, about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the Charity's documentation of their policies and procedures relating to: identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance; detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud, which included incorrect recognition of revenue, management override of controls using manual journal entries, purchase ledger, and identified the greatest potential for fraud as incorrect recognition of revenue and management override using manual journal entries.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We identified and obtained an understanding of the laws and regulations that are of significance to the Charity by discussions with Trustees and by updating our understanding of the sector in which the Charity operates in. Laws and regulations that are of direct significance to the Charity and of which non compliance could result in material misstatement are the Charities Act, Charities SORP and tax legislation. In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the Charity's ability to operate or to avoid a material penalty.

Our procedures to respond to risks identified for the Parent Charity and its subsidiary, as necessary, included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- reviewing the financial statement disclosures and testing to supporting documentation to assess the recognition of revenue, in line with longer term contract accounting methodologies;
- enquiring of Trustees and management concerning actual and potential litigation and claims;
- performing procedures to confirm material compliance with the requirements of the above regulations;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;

TORBAY HOSPITAL LEAGUE OF FRIENDS

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS (CONTINUED)

- reading minutes of Trustee meetings; and
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; and assessing whether the judgements made in making accounting estimates are indicative of a potential bias.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from an error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it.

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

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Bishop Fleming LLP

Bishop Fleming LLP
Chartered Accountants
Statutory Auditors
2nd Floor Stratus House
Emperor Way
Exeter Business Park
Exeter
EX1 3QS

Date: *13/10/2023*

Bishop Fleming LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

TORBAY HOSPITAL LEAGUE OF FRIENDS

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022

	Note	Restricted funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income from:					
Donations and legacies	3	1,000	429,920	430,920	773,952
Other trading activities	4	-	2,480	2,480	2,052
Investments	5	-	26,088	26,088	4,896
Other income	6	-	-	-	3,671
Total income		1,000	458,488	459,488	784,571
Expenditure on:					
Raising funds		-	-	-	14,081
Charitable activities		14,477	63,569	78,046	103,135
Total expenditure		14,477	63,569	78,046	117,216
Net (expenditure)/income before taxation		(13,477)	394,919	381,442	667,355
Taxation	12	-	-	-	383
Net movement in funds		(13,477)	394,919	381,442	667,738
Reconciliation of funds:					
Total funds brought forward		63,397	2,889,677	2,953,074	2,285,336
Net movement in funds		(13,477)	394,919	381,442	667,738
Total funds carried forward		49,920	3,284,596	3,334,516	2,953,074

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

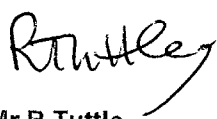
The notes on pages 16 to 31 form part of these financial statements.

TORBAY HOSPITAL LEAGUE OF FRIENDS

CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2022

	Note	2022 £	2021 £
Fixed assets			
		-	-
Current assets			
Debtors	15	119,663	161,905
Investments	16	1,286,696	424,794
Cash at bank and in hand		1,938,117	2,375,925
		<u>3,344,476</u>	<u>2,962,624</u>
Creditors: amounts falling due within one year	17	(9,960)	(9,550)
Net current assets		<u>3,334,516</u>	<u>2,953,074</u>
Total assets less current liabilities		<u>3,334,516</u>	<u>2,953,074</u>
		<u>3,334,516</u>	<u>2,953,074</u>
Total net assets		<u>3,334,516</u>	<u>2,953,074</u>
Charity funds			
Restricted funds:			
Restricted funds	18	49,920	63,397
Total restricted funds	18	<u>49,920</u>	<u>63,397</u>
Unrestricted funds			
Designated funds	18	2,180,036	1,500,337
General funds	18	1,104,560	1,389,340
Total unrestricted funds	18	<u>3,284,596</u>	<u>2,889,677</u>
Total funds		<u>3,334,516</u>	<u>2,953,074</u>

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



Mr R Tuttle
Chair

Date: 15th May 2023

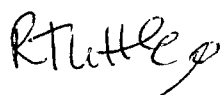
The notes on pages 16 to 31 form part of these financial statements.

TORBAY HOSPITAL LEAGUE OF FRIENDS

CHARITY STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 31 DECEMBER 2022

	Note	2022 £	2021 £
Fixed assets			
Fixed asset investments	14	2	2
		<u>2</u>	<u>2</u>
Current assets			
Debtors	15	119,663	161,905
Investments	16	1,286,696	424,794
Cash at bank and in hand		1,937,739	2,375,547
		<u>3,344,098</u>	<u>2,962,246</u>
Creditors: amounts falling due within one year	17	(95,434)	(95,024)
Net current assets		<u>3,248,664</u>	<u>2,867,222</u>
Total assets less current liabilities		<u>3,248,666</u>	<u>2,867,224</u>
		<u>3,248,666</u>	<u>2,867,224</u>
Total net assets		<u>3,248,666</u>	<u>2,867,224</u>
Charity funds			
Restricted funds:			
Restricted funds	18	49,920	63,397
		<u>49,920</u>	<u>63,397</u>
Total restricted funds	18	49,920	63,397
Unrestricted funds	18	3,198,746	2,803,827
Total funds		<u>3,248,666</u>	<u>2,867,224</u>

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



Mr R Tuttle
Chair

Date: 15 May 2023

The notes on pages 16 to 31 form part of these financial statements.

TORBAY HOSPITAL LEAGUE OF FRIENDS

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2022**

	2022 £	2021 £
Cash flows from operating activities		
Net cash used in operating activities	398,006	164,554
Cash flows from investing activities		
Interests from investments	26,088	4,896
Net cash provided by investing activities	26,088	4,896
Cash flows from financing activities		
Net cash provided by financing activities	-	-
Change in cash and cash equivalents in the year	424,094	169,450
Cash and cash equivalents at the beginning of the year	2,375,925	2,206,475
Cash and cash equivalents at the end of the year	2,800,019	2,375,925

The notes on pages 16 to 31 form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

1. Accounting policies

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) second edition published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Torbay Hospital League of Friends 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.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Group and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

1.2 GOING CONCERN

The Charity has sufficient cash to meet all known outgoings. Because of the nature of the Charity, cash outflows can be reduced to a minimum to ensure the viability of both itself and the pod. The Charity will only make gifts to the Hospital when there are funds available to do so. There is no ongoing cash requirement within the next 12 months which cannot be met by current funds.

On the basis of the above the trustees consider it appropriate for the financial statements for the year ended 31 December 2022 to be prepared on a going concern basis.

1.3 INCOME

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the charity, can be reliably measured.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

1. Accounting policies (continued)

1.4 EXPENDITURE

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

1.5 INTEREST RECEIVABLE

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

1.6 TAXATION

The charity 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 charity 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.

1.7 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 the 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 presented as 'Gains/(Losses) on investments' in the Consolidated Statement of Financial Activities.

Investments in subsidiaries are valued at cost less provision for impairment.

1.8 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.

1.9 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

1. Accounting policies (continued)

1.10 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 charity 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.

1.11 FINANCIAL INSTRUMENTS

The Group only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.12 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 Group and which have not been designated for other purposes.

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

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group 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.

2. CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGMENT

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities have been discussed below:

Critical areas of judgment:

Income from legacies needs to be recognised in line with FRS102. Legacy income is unpredictable and the timescale from notification to receipt can be extensive depending upon the complexity of the estate and there can be uncertainty over the exact amount the charity will receive. Legacies are assessed on an individual basis in order to consider whether there is entitlement – control over the rights or other access to the economic benefit has passed to the charity; Probable – it is more likely than not that the economic benefits associated with the legacy will flow to the charity; and easurement – the monetary value or amount of the income can be measured reliably.

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

3. Income from donations and legacies

	Restricted funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Donations	-	67,507	67,507	40,721
Legacies	1,000	359,437	360,437	731,309
Gift aid	-	2,976	2,976	1,922
	<u>1,000</u>	<u>429,920</u>	<u>430,920</u>	<u>773,952</u>
TOTAL 2021	<u>-</u>	<u>773,952</u>	<u>773,952</u>	

4. Income from other trading activities

Income from fundraising events

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Torquay Girls Grammar School	287	287	247
Pennies for Plastic	35	35	6
Raffles and fayres	1,212	1,212	447
Jewellery sales	-	-	412
	<u>1,534</u>	<u>1,534</u>	<u>1,112</u>
TOTAL 2021	<u>1,112</u>	<u>1,112</u>	

Income from non charitable trading activities

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Sales	946	946	940
TOTAL 2021	<u>940</u>	<u>940</u>	

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

5. Investment income

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Investment income	26,088	26,088	4,896
TOTAL 2021	4,896	4,896	

6. Other incoming resources

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
CJRS	-	-	3,671
TOTAL 2021	3,671	3,671	

7. Analysis of expenditure by activities

	Direct costs 2022 £	Support costs 2022 £	Total funds 2022 £	Total funds 2021 £
Gifts to hospital	48,796	-	48,796	82,672
Other charitable activities	-	29,250	29,250	20,463
	48,796	29,250	78,046	103,135
TOTAL 2021	82,672	20,463	103,135	

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

7. Analysis of expenditure by activities (continued)

Analysis of support costs

	Activity 2 2022 £	Total funds 2022 £	Total funds 2021 £
Office costs	6,125	6,125	6,594
Sundry expenses	93	93	455
Bank charges	3,244	3,244	-
Legal and professional fees	12,288	12,288	13,414
Honoraria	7,500	7,500	-
	<u>29,250</u>	<u>29,250</u>	<u>20,463</u>
TOTAL 2021	<u>20,463</u>	<u>20,463</u>	

8. Gifts to hospital

	Restricted funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Chart Trolleys and Theatre Stools	12,376	12,075	24,451	-
Ventilators	-	-	-	33,000
Stairclimber	-	-	-	17,120
Patient Trolleys	-	-	-	12,222
Patient and Visitor care	-	-	-	2,000
Concealment Trolleys	2,000	4,568	6,568	-
FES	-	6,254	6,254	-
Portable videolaryngoscopes	-	3,246	3,246	-
Cook and eat sessions	-	-	-	87
Training room	-	-	-	6,393
Theatre poles/chairs	-	3,176	3,176	-
Other smaller grants	101	5,000	5,101	-
Other costs	-	7,500	7,500	11,850
	<u>14,477</u>	<u>41,819</u>	<u>56,296</u>	<u>82,672</u>
Total 2021	<u>2,000</u>	<u>80,672</u>	<u>82,672</u>	

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

9. Auditors' remuneration

The auditors' remuneration amounts to an auditor fee of £6,500 (2021 - £4,000), and statutory accounts preparation, tax compliance and company secretarial services of £4,038 (2021 - £5,297).

10. Staff costs

	Group 2022 £	Group 2021 £
Wages and salaries	-	9,609
	<u>-</u>	<u>9,609</u>
	<u>-</u>	<u>9,609</u>

The average number of persons employed by the charity during the year was as follows:

Group 2022 No.	Group 2021 No.
-	1
<u>-</u>	<u>1</u>

No employee received remuneration amounting to more than £60,000 in either year.

The subsidiary of the charity has now ceased to trade and therefore no longer has any employees (2021: 1 including 1 Director of that company and Trustees of the charity).

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

11. Related party transactions and trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2021 - £NIL).

During the year ended 31 December 2022, expenses totalling £760 were reimbursed or paid directly to 4 Trustees (2021 - £447 to 2 Trustees).

During the year the Charity's Secretary received an Honorarium to represent a gesture of goodwill and appreciation for services rendered to the Charity of £7,500 (2021: £nil). The current year payments included £2,500 relating to prior periods. Authority was given from the Charities Commission for the payments.

Two members of the Committee hold shares as nominees for the Charity in its subsidiary company - Torbay Hospital League of Friends Shop Limited.

The company was formed with the express purpose of carrying out all the retail trading activities within and/or connected with the Charity.

Two members of the Committee are Directors of Torbay Hospital League of Friends Shop Limited and received a combined remuneration of £Nil during the year (2021: £9,609).

As at 31 December 2022, the Charity owed £85,472 to the Torbay Hospital League of Friends Shop Limited. As at 31 December 2021 the Charity owed £85,472 to the Torbay Hospital League of Friends Shop. No interest is charged on this balance and there is no set date for payment.

The charity considers its key management personnel comprise the Trustees of the charity and Directors of the subsidiary company. The total employment benefits of the key management personnel were £Nil (2021: £9,609).

12. Taxation

	2022 £	2021 £
CORPORATION TAX - GROUP		
Adjustments in respect of previous periods	-	(383)
TAXATION ON NET (EXPENDITURE)/INCOME	<u>-</u>	<u>(383)</u>

There are no factors considered likely to affect future tax charges.

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

13. Tangible fixed assets

GROUP

	Fixtures and fittings £
COST OR VALUATION	
At 1 January 2022	30,027
At 31 December 2022	30,027
DEPRECIATION	
At 1 January 2022	30,027
At 31 December 2022	30,027
NET BOOK VALUE	
At 31 December 2022	-
At 31 December 2021	-

CHARITY

	Fixtures and fittings £
COST OR VALUATION	
At 1 January 2022	30,027
At 31 December 2022	30,027
DEPRECIATION	
At 1 January 2022	30,027
At 31 December 2022	30,027
NET BOOK VALUE	
At 31 December 2022	-
At 31 December 2021	-

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

14. Fixed asset investments

Principal subsidiaries

The following was a subsidiary undertaking of the charity:

	Company number	Holding
Torbay Hospital League of Friends Shop Limited	03024219	100%

The financial results of the subsidiary for the year were:

	Net assets £
Torbay Hospital League of Friends Shop Limited	85,850

In December 2020 the trading subsidiary company, Torbay Hospital League of Friends Shop, was informed by the Hospital that due to changes being made on Level 2 where the shop is situated, the break clause in the lease was being invoked. As a result of this decision, the directors have taken the decision to cease trading. The Directors disposed of all saleable assets in 2021 with the bulk of the catering equipment being sold to the Hospital. The company has been deregistered for VAT and arrangements are being made for an application to be submitted to Companies House for the the company to be struck off.

As a result of this, the director of the Company no longer considers it to be a going concern and has, therefore, drawn up the financial statements on a basis other than going concern.

15. Debtors

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
DUE WITHIN ONE YEAR				
Prepayments and accrued income	783	-	783	-
Legacies receivable	118,880	161,905	118,880	161,905
	<u>119,663</u>	<u>161,905</u>	<u>119,663</u>	<u>161,905</u>

16. Current asset investments

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Unlisted investments (liquid)	1,286,696	424,794	1,286,696	424,794

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

17. Creditors: Amounts falling due within one year

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Amounts owed to group undertakings	-	-	85,474	85,474
Accruals and deferred income	9,960	9,550	9,960	9,550
	<u>9,960</u>	<u>9,550</u>	<u>95,434</u>	<u>95,024</u>

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

18. Statement of funds

Statement of funds - current year

	Balance at 1 January 2022 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2022 £
UNRESTRICTED FUNDS					
DESIGNATED FUNDS					
Equipment commitments	1,500,337	-	(4,393)	684,092	2,180,036
GENERAL FUNDS					
General Funds	1,389,340	458,488	(59,176)	(684,092)	1,104,560
TOTAL UNRESTRICTED FUNDS	2,889,677	458,488	(63,569)	-	3,284,596
RESTRICTED FUNDS					
Cardiac unit	5,719	-	-	-	5,719
Radiotherapy unit	15,323	-	-	-	15,323
Diabetic and Asthmatic patients	22,480	-	-	-	22,480
Neurology department	2,347	-	-	-	2,347
Heart machines	250	-	(101)	-	149
Patient and visitor care	12,376	-	(12,376)	-	-
EAU 3	500	-	-	-	500
Endoscopy	2,010	-	-	-	2,010
Hospital Wards	2,000	-	(2,000)	-	-
Cardiology	392	-	-	-	392
The Eye Clinic	-	1,000	-	-	1,000
	63,397	1,000	(14,477)	-	49,920
TOTAL OF FUNDS	2,953,074	459,488	(78,046)	-	3,334,516

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

18. Statement of funds (continued)

The Designated fund represents the future anticipated equipment commitments which have been agreed by the committee prior to the year end.

The Cardiac unit restricted fund represents specific bequests which have to be used towards equipment and comfort of the patients of the cardiac department at the Hospital.

The Radiotherapy unit restricted fund represents specific bequests which have to be used towards equipment and comfort of the patients of the radiotherapy unit at the Hospital.

The Diabetic and Asthmatic patient restricted fund represents specific bequests which have to be used towards equipment and comfort of these patients.

The Neurology department restricted funds represents a specific donation to be used towards Neurophysiology equipment to be used within the department.

The Heart machines/ambulance services fund represents specific donations and bequests to be used towards heart machines/ambulance services.

The Patient and visitor care fund represents specific donations and bequests to be used towards such costs to provide comfort for patients and visitors of Torbay Hospital.

EAU3 fund represents specific donations and bequests to be used towards the Emergency Assessment Unit.

The Endoscopy fund represents specific donations and bequests to be used toward such treatments.

The Hospital Wards funds represents specific donations and bequests to be used toward the Lilly Derry Ward.

The Cardiology fund represents specific donations and bequests to be used toward such treatments.

The Eye Clinic restricted fund represents specific bequests which have to be used towards equipment for the Eye Clinic at the Hospital.

The transfer between funds are necessary in order to ensure the matching of incoming resources specifically designated by the Committee with the charity's own resources. Funds are released if the charity receives notification that monies are no longer required for the planned purpose.

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

18. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 January 2021 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2021 £
UNRESTRICTED FUNDS					
DESIGNATED FUNDS					
Equipment commitments	1,512,040	-	(1,703)	(10,000)	1,500,337
GENERAL FUNDS					
General Funds	707,899	784,571	(113,130)	10,000	1,389,340
TOTAL UNRESTRICTED FUNDS	2,219,939	784,571	(114,833)	-	2,889,677
RESTRICTED FUNDS					
Cardiac unit	5,719	-	-	-	5,719
Radiotherapy unit	15,323	-	-	-	15,323
Diabetic and Asthmatic patients	22,480	-	-	-	22,480
Neurology department	2,347	-	-	-	2,347
Heart machines	250	-	-	-	250
Patient and visitor care	14,376	-	(2,000)	-	12,376
EAU 3	500	-	-	-	500
Endoscopy	2,010	-	-	-	2,010
Hospital Wards	2,000	-	-	-	2,000
Cardiology	392	-	-	-	392
	65,397	-	(2,000)	-	63,397
TOTAL OF FUNDS	2,285,336	784,571	(116,833)	-	2,953,074

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

19. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Restricted funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £
Current assets	49,920	3,294,556	3,344,476
Creditors due within one year	-	(9,960)	(9,960)
TOTAL	49,920	3,284,596	3,334,516

Analysis of net assets between funds - prior year

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £
Current assets	63,397	2,899,227	2,962,624
Creditors due within one year	-	(9,550)	(9,550)
TOTAL	63,397	2,889,677	2,953,074

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

	Group 2022 £	Group 2021 £
Net income for the year (as per Statement of Financial Activities)	381,442	667,738
ADJUSTMENTS FOR:		
Dividends, interests and rents from investments	(26,088)	(4,896)
Loss on the sale of fixed assets	-	7,487
Decrease/(increase) in debtors	43,025	(79,539)
Increase/(decrease) in creditors	481	(1,444)
NET CASH PROVIDED BY OPERATING ACTIVITIES	398,860	589,346

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

21. Analysis of cash and cash equivalents

	Group 2022 £	Group 2021 £
Cash in hand	2,800,019	2,375,925
TOTAL CASH AND CASH EQUIVALENTS	2,800,019	2,375,925

22. Analysis of changes in net debt

	At 1 January 2022 £	Cash flows £	At 31 December 2022 £
Cash at bank and in hand	2,375,925	(437,808)	1,938,117
Liquid investments	424,794	861,902	1,286,696
	2,800,719	424,094	3,224,813

23. Contingent asset

The Charity has been notified of a residuary legacy where a reliable valuation of the estate cannot be calculated, and therefore the legacy due to the Charity cannot be made. As the outcome is currently uncertain for this legacy they have not been recognised within the financial statements.

Accounts

TORBAY HOSPITAL LEAGUE OF FRIENDS

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

TORBAY HOSPITAL LEAGUE OF FRIENDS

CONTENTS

	Page
Reference and Administrative Details of the Charity, its Trustees and Advisers	1
Trustees' Report	2 - 7
Independent Auditors' Report on the Financial Statements	8 - 11
Consolidated Statement of Financial Activities	12
Consolidated Balance Sheet	13
Charity Balance Sheet	14
Consolidated Statement of Cash Flows	15
Notes to the Financial Statements	16 - 32

TORBAY HOSPITAL LEAGUE OF FRIENDS

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2021

Trustees	Mr G L Adroit Mrs J Berry Mr T Brown, Vice President Mrs S Cox (resigned 31 March 2021) Mr T Cox (resigned 31 March 2021) Mr M K Evans, Vice President Mrs P Eyles Mrs J M Hearne, Vice President Mrs L Hookings, Vice President Mr M A Hookings Mrs B Lawton Mrs L McCaig Mrs C M Piper, Vice President Miss P A Roberts, President Mr D Rogers, Vice President Mr R Tuttle, Chair (Appointed as Chair 14 May 2021) Mrs K N Westaway, Former Chair (Resigned as Chair 14 May 2021) Mr P F V White, Vice President/Honorary Secretary
Charity registered number	200905
Principal office	Highlyn 6 Haldon Close Torquay Devon TQ1 2NA
Independent auditors	Bishop Fleming LLP Chartered Accountants Statutory Auditors 2nd Floor Stratus House Emperor Way Exeter Business Park Exeter EX1 3QS
Solicitors	Wollens Carlton House 30 The Terrace Torquay Devon TQ1 1BS

TORBAY HOSPITAL LEAGUE OF FRIENDS

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees present their report along with the financial statements of Torbay Hospital League of Friends (the charity and the group) for the year ended 31 December 2021. The Trustees confirm that the Annual Report and financial statements of the charity and the group comply with the current statutory requirements, the requirements of the charity and the group's governing document and the provisions of the Statement of Recommended Practice (SORP), 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

a. Policies and objectives

The objects of the League, as set out in the Governing Document, shall be to relieve patients and former patients of the Torbay Hospitals (now only the Torbay Hospital) and generally to support the work of the hospital. To achieve this overall purpose the Governing Document sets out various practical steps to be taken.

The aims of the Charity are to support the continuing development of Torbay Hospital mainly by supplementing funds available for equipment as well as for research education and training. Additionally, where it can, the Charity aims to foster interest in the work of the Hospital by the provision of voluntary work within the Hospital.

The main objectives are to achieve as great a financial contribution as possible and continue to support Hospital services by the provision of such other services as we are able.

b. Strategies for achieving objectives

These included holding regular monthly meetings of the Management Committee to keep close control over income and expenditure and liaising with the Hospital Trust to obtain details of what equipment is needed or whether the provision of funds for improvement or enhancement of staff or other facilities could be made. The Charity also seeks to publicise its efforts inter alia by holding a variety of events both small and large throughout the year including Flag Days, Draws, and the sale of Christmas Cards. Where appropriate, consideration is given to the making of a public appeal to raise funds for a specific project.

c. Activities undertaken to achieve objectives

Legacy income is a significant part of the Charity's overall income and as such the Charity will be doing all it can to promote itself as a Charity worthy of charitable giving. The Charity continues to enjoy a healthy level of income, which has enabled it to continue making available monies to the Hospital for a variety of purposes as requested by the Hospital. The accounts give a full picture of the extent of the grants made. The Management committee continues to encourage the Hospital to approach the League for donations of any kind for items however large or small.

d. Volunteers

As reported last year our Café, Butterflies, closed with the loss of all our Volunteers who had run the café in previous years. As we were no longer able to occupy any space on Level 2, we also lost our office and small shop along with all the Volunteers who ran the internal Medical Records delivery service previously based on Level 2. However, as at the end of 2021 the Hospital have promised that we shall have a new position on Level 4 opposite the Main Entrance to the hospital. From there we intend to sell items such as you might find in a good quality Gift/Souvenir shop – mostly with our logo on i.e., Pens, Mugs, Diaries, Christmas Cards, Note Pads etc. We shall not be running any catering services from this new "pod" as in the past but we do intend also to sell second hand books donated to us along with jigsaw puzzles and knitted garments for babies. Whilst the opportunities for Volunteers working in the pod will be greatly reduced, we hope that a sufficient number will feel able to return to help with selling such goods as we can, as well as acting generally as Ambassadors for the League and promoting future events. Our Linen League has now recovered from the lockdown and is back operating as before albeit in different premises.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021**

Objectives and activities (CONTINUED)

e. Activities undertaken to further the charity's purposes for the public benefit

In deciding on both the current and future policy and activities, the charity has referred to the Charity Commission's general guidance on public benefit. In particular the trustees consider how the planned policies and activities will contribute to the aims and objectives they have set. The nature of the activities undertaken during the year is set out elsewhere in this report.

Achievements and performance

a. Key performance indicators

Once again, the League has been unable to organise any activities in 2021. Activities such as Flag Days, sale of Christmas Cards, Draws, Bed Push, Collection buckets, Coffee mornings and other social events are designed to promote the League and its aims to the public in order to secure funds to be passed back to the Hospital. Whilst always mindful of the state of the pandemic and any restrictions/regulations that may be in force from time to time, the Trustees expect that these activities will be resumed in the course of 2022.

Total sums paid to the Hospital this year are £82,672: (2020: £21,768). The League has agreed a protocol with the Hospital to ensure that grants made to the Hospital for items of equipment that the Hospital are not able to finance from alternative sources but which they consider to be necessary and which they will be able to maintain throughout its expected life. The Protocol agreed is:

- For single items over £5,000: Current Trust Policy requires these bids to progress through the Medical Devices Committee (MDC). The MDC will then identify which bids should proceed for consideration by the League.
- For single use items under £5,000: Single use items under £5,000 do not go to the MDC. Such bids will be assessed by the Director of Nursing or Medical Director who will refer them on a monthly basis to the League.

For multiple items where individually, the cost is less than £5,000 but in totality the cost exceeds £5,000:

- If such bids are not considered by the MDC they will be assessed by the Director of Nursing or Medical Director and if appropriate will then be referred to the League.

b. Review of activities

The League has been unable to organise activities throughout the year, which would promote it and its objects to the public to secure funds for the Hospital. Such events publicise the work of the League and increases awareness of what the League does for the Community and are as important as making a profit for the League. The Trustees will be doing all they can to re-instate such activities as soon as possible

c. Investment policy and performance

As the League has variable income derived from legacies, fund raising and similarly variable payments dependent upon opportunities presented to it by the Hospital, the bulk of its funds held until payment are invested in interest bearing Bank accounts and Investment Companies. The Trustees consider this to be the simplest and most risk-free method to earn income and maintain capital value.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021**

Financial review

a. Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has 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. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

b. Reserves policy

The Trustees have reviewed the charity's needs for reserves in line with the guidance issued by the Charity Commission and have decided that unrestricted reserves should be sufficient to enable it at all times to meet its current designated commitments and anticipate future calls by the Hospital as and when they arise with a minimum of £250,000. The total value of reserves at the end of the year was £2,953,074 (2020: £2,285,336) of which free reserves amount to £1,389,340 (2020: £707,889).

c. Financial risk management objectives and policies

The League is entirely dependent upon the generosity of the public to make donations either through legacies, gifts or support to the various fund-raising activities conducted throughout the year by the League and its members. The income from all sources during the year was £784,571 (2020 £801,405).

Structure, governance and management

a. Constitution

The League is an unincorporated body, constituted under a Governing Document originally drawn up in 1954 and subsequently amended, to provide amenities and services for patients and staff at Torbay Hospital. Over the years it has become one of the leading Leagues in the country having provided gifts exceeding £20,000,000.

The League is able to enhance what Torbay Hospital provides and buy 'extras' that can bring the most advanced methods of treatment to benefit local people and visitors to the area. Members of the League act in a number of ways for the benefit of Torbay Hospital by supporting its work, recruiting volunteers, maintaining the relationship between volunteers and the Hospital and creating a link between the Hospital and the community it serves.

b. Methods of appointment or election of Trustees

The Trustees, who together form the Management Committee, are appointed under the terms of the Governing Document from the membership body (save for appointments required under the Governing Document) provided they are also members of the League. Elected trustees serve for a period of five years after which they may put themselves forward for re-election. The Management Committee may remove the Secretary and Treasurer at any time.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021**

Structure, governance and management (CONTINUED)

c. Organisational structure and decision-making policies

The Management Committee meet monthly to approve grants to the Hospital. Protocols are in place with the Hospital to ensure that bids for grants from the League are first assessed by the Hospital on the basis of need and affordability of maintenance to ensure that any equipment purchased will be of the greatest benefit and can be properly serviced and maintained by the Hospital for its expected lifetime. The Management Committee deals with administration relating to the general activities of the League including receiving a monthly financial report, and reports from Membership, Publicity, Linen League and regarding Events organised by the League. The League's finances are dealt with by the Hon Sec who reports monthly to the Management Committee. Various members of the Management Committee have specific roles under the overall control of the Management Committee to whom they report at the monthly meetings.

The League is a member of the Devon Association of Hospital Leagues of Friends.

The Charity currently has a wholly owned non-charitable subsidiary, The Torbay Hospital League of Friends Shop Limited, whose activities and trading performance is included within the accounts submitted with this report. Until the lockdown in March 2020 caused by the pandemic, the Trading Company employed two persons as Organisers of the Canteen and was registered for VAT. The Hon. Sec. of the Charity is a Director and Secretary of the Trading Company; the Voluntary Organiser was also a director along with a Trustee of the main charity. During the lockdown period, in December 2020 the position changed when it became apparent that due to a complete overhaul to the Emergency Department, we would no longer be able to return to Level 2 within the hospital. Accordingly, the one paid employee has been made redundant, the business has de-registered for VAT and the assets of the company sold and the funds transferred to the charity. It is intended that an application to have the company struck off the register will be lodged in due course.

d. Policies adopted for the induction and training of Trustees

New Trustees are found through recommendation by existing members/trustees or by word of mouth or are volunteers who wish to become more involved with the Charity. Their names, having been proposed and seconded, are presented at the Annual General Meeting before being voted upon. New Trustees are given an induction pack so that they are aware of the Charity's background, its financial basis and their obligations and responsibilities as Trustees.

e. Risk management

The General Committee is responsible for the management of risks faced by the Charity and continually review those risks and put in place practices and controls to be observed throughout the year. Those controls include:

- Formal agendas for all Committee meetings.
- Established organisational structures with well-defined lines of reporting.
- Monthly reports relating to finances including income and expenditure.
- Declaration of Conflicts of Interest by Trustees.

The Trustees consider that the risks identified have been mitigated as far as possible.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021**

Structure, governance and management (CONTINUED)

f. Fundraising

The League organises fundraising events and co-ordinates the activities of supporters both in the hospital and in the wider community. The League does not use professional fundraisers or involve commercial participators. There have been no complaints about fundraising activity this year.

The League follows as closely as possible relevant parts of the Fundraising Regulator's Code of Fundraising Practice. Volunteer fundraisers are briefed before they raise funds for the League and given updates/ reminders as necessary. We assist and monitor supporters engaged in fundraising activity to ensure compliance of the Code with particular focus on how to approach and work with members of the public who are potentially vulnerable.

Following a review of marketing generally any direct marketing is to be undertaken by a Trustee and member of the Management Committee to ensure that it is not unreasonably intrusive or persistent. All marketing material will contain clear instructions on how a person can be removed from mailing lists.

Contact is to be made only to members of the public who consent and on an infrequent basis. Our Newsletter is sent out to Members on a bi-annual basis and our e-Newsletter is currently sent on a two-monthly basis to members of the League who have given their consent.

Plans for future periods

The League intends to continue to support Torbay Hospital to the full extent it can and in particular:

- will maintain the strong links already forged with the Hospital management,
- will remain responsive to requests for funding from the Hospital,
- will encourage fund raising activities by members of the League.
- will do what it can to publicise the work of the League so as to promote the interests of the League to members of the public minded to make donations.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021**

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees 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).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Group and the charity and of their incoming resources and application of resources, including their income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the charity's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the Group and the charity 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 group'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 group's auditors are aware of that information.

Auditors

The auditors, Bishop Fleming LLP, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees on 12 May 2022 and signed on their behalf by:

Mr R Tuttle
Chair

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS

Opinion

We have audited the financial statements of Torbay Hospital League of Friends (the 'parent charity') and its subsidiaries (the 'group') for the year ended 31 December 2021 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charity Balance Sheet, the Consolidated Statement of Cash Flows 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 Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charity's affairs as at 31 December 2021 and of the Group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

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 Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 Group's or the parent 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.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS
(CONTINUED)**

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Trustees are responsible for the other information contained within the Annual Report. 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. 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 course of 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' Report is inconsistent in any material respect with the financial statements; or
- the parent charity has not kept sufficient accounting records; or
- the parent charity financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the Trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Group's and the parent 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 Group or the parent charity or to cease operations, or have no realistic alternative but to do so.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS
(CONTINUED)**

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditor under section 152 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 Auditors' 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:

In assessing the risk of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following.

- the nature of the sector, control environment and the Charity's performance;
- results of our enquiries of management and the Trustees, about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the Charity's documentation of their policies and procedures relating to: identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance; detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud. As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud, which included incorrect recognition of revenue, management override of controls using manual journal entries, purchase ledger, and identified the greatest potential for fraud as incorrect recognition of revenue and management override using manual journal entries.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We identified and obtained an understanding of the laws and regulations that are of significance to the Charity by discussions with Trustees and by updating our understanding of the sector in which the Charity operated in. Laws and regulations that are of direct significance to the Charity and of which non compliance could result in material misstatement are the Charities Act, Charities SORP and tax legislation. In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the Charity's ability to operate or to avoid a material penalty.

Our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- reviewing the financial statement disclosures and testing to supporting documentation to assess the recognition of revenue, in line with longer term contract accounting methodologies;
- enquiring of Trustees and management concerning actual and potential litigation and claims;
- performing procedures to confirm material compliance with the requirements of the above regulations;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS
(CONTINUED)**

- reading minutes of Trustee meetings; and
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; and assessing whether the judgements made in making accounting estimates are indicative of a potential bias.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from an error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it.

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

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Bishop Fleming LLP
Chartered Accountants
Statutory Auditors
2nd Floor Stratus House
Emperor Way
Exeter Business Park
Exeter
EX1 3QS
3 October 2022

Bishop Fleming LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

TORBAY HOSPITAL LEAGUE OF FRIENDS

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:					
Donations and legacies	3	-	773,952	773,952	732,653
Other trading activities:	4				
Fundraising		-	2,052	2,052	4,158
Trading activities		-	-	-	51,192
Investments	5	-	4,896	4,896	5,503
Other income	6	-	3,671	3,671	7,899
Total income		-	784,571	784,571	801,405
Expenditure on:					
Raising funds		-	14,081	14,081	95,608
Charitable activities	7	2,000	101,135	103,135	38,025
Total expenditure		2,000	115,216	117,216	133,633
Net (expenditure)/income before taxation		(2,000)	669,355	667,355	667,772
Taxation	12	-	383	383	-
Net movement in funds		(2,000)	669,738	667,738	667,772
Reconciliation of funds:					
Total funds brought forward		65,397	2,219,939	2,285,336	1,617,564
Net movement in funds		(2,000)	669,738	667,738	667,772
Total funds carried forward		63,397	2,889,677	2,953,074	2,285,336

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

The notes on pages 16 to 32 form part of these financial statements.

TORBAY HOSPITAL LEAGUE OF FRIENDS

CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	13	-	7,487
		<u>-</u>	<u>7,487</u>
Current assets			
Debtors	15	161,905	82,367
Investments	16	424,794	-
Cash at bank and in hand		2,375,925	2,206,475
		<u>2,962,624</u>	<u>2,288,842</u>
Creditors: amounts falling due within one year	17	(9,550)	(10,993)
Net current assets		<u>2,953,074</u>	<u>2,277,849</u>
Total assets less current liabilities		<u>2,953,074</u>	<u>2,285,336</u>
		<u>2,953,074</u>	<u>2,285,336</u>
Total net assets		<u>2,953,074</u>	<u>2,285,336</u>
Charity funds			
Restricted funds	18	63,397	65,397
Unrestricted funds	18	2,889,677	2,219,939
Total funds		<u>2,953,074</u>	<u>2,285,336</u>

The financial statements were approved and authorised for issue by the Trustees on 12 October 2022 and signed on their behalf by:

Mr R Tuttle
Chair

The notes on pages 16 to 32 form part of these financial statements.

TORBAY HOSPITAL LEAGUE OF FRIENDS

CHARITY STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	2021 £	2020 £
Fixed assets			
Investments	14	2	2
		<u>2</u>	<u>2</u>
Current assets			
Debtors	15	161,905	81,507
Investments	16	424,794	-
Cash at bank and in hand		2,375,547	2,118,710
		<u>2,962,246</u>	<u>2,200,217</u>
Creditors: amounts falling due within one year	17	(95,024)	(10,760)
Net current assets		<u>2,867,222</u>	<u>2,189,457</u>
Total assets less current liabilities		<u>2,867,224</u>	<u>2,189,459</u>
		<u>2,867,224</u>	<u>2,189,459</u>
Total net assets		<u>2,867,224</u>	<u>2,189,459</u>
Charity funds			
Restricted funds	18	63,397	65,397
Unrestricted funds	18	2,803,827	2,124,062
Total funds		<u>2,867,224</u>	<u>2,189,459</u>

The financial statements were approved and authorised for issue by the Trustees on 12 October 2022 and signed on their behalf by:

Mr R Tuttle
Chair

The notes on pages 16 to 32 form part of these financial statements.

TORBAY HOSPITAL LEAGUE OF FRIENDS

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2021

	2021 £	2020 £
Cash flows from operating activities		
Net cash used in operating activities	164,554	625,121
Cash flows from investing activities		
Interests from investments	4,896	5,503
Net cash provided by investing activities	4,896	5,503
Cash flows from financing activities		
Net cash provided by financing activities	-	-
Change in cash and cash equivalents in the year	169,450	630,624
Cash and cash equivalents at the beginning of the year	2,206,475	1,575,851
Cash and cash equivalents at the end of the year	2,375,925	2,206,475

The notes on pages 16 to 32 form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

1. Accounting policies

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) second edition published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Torbay Hospital League of Friends 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.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Group and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

1.2 GOING CONCERN

The Charity has sufficient cash to meet all known outgoings. Because of the nature of the Charity, cash outflows can be reduced to a minimum to ensure the viability of both itself and the pod. The Charity will only make gifts to the Hospital when there are funds available to do so. There is no ongoing cash requirement within the next 12 months which cannot be met by current funds.

On the basis of the above the trustees consider it appropriate for the financial statements for the year ended 31 December 2021 to be prepared on a going concern basis.

1.3 INCOME

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the charity, can be reliably measured.

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

1. Accounting policies (continued)

1.4 EXPENDITURE

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

1.5 INTEREST RECEIVABLE

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

1.6 TAXATION

The charity 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 charity 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.

1.7 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives. .

Depreciation is provided on the following bases:

Long-term leasehold property	- Over the term of the lease
Plant and machinery	- 25% reducing balance
Fixtures, fittings and equipment	- 20% straight line/25% reducing balance

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

1. Accounting policies (continued)

1.8 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 the 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 presented as 'Gains/(Losses) on investments' in the Consolidated Statement of Financial Activities.

Investments in subsidiaries are valued at cost less provision for impairment.

1.9 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.

1.10 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.

1.11 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 charity 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.

1.12 FINANCIAL INSTRUMENTS

The Group only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.13 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 Group and which have not been designated for other purposes.

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

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

2. CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGMENT

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities have been discussed below:

Critical areas of judgment:

Income from legacies needs to be recognised in line with FRS102. Legacy income is unpredictable and the timescale from notification to receipt can be extensive depending upon the complexity of the estate and there can be uncertainty over the exact amount the charity will receive. Legacies are assessed on an individual basis in order to consider whether there is entitlement – control over the rights or other access to the economic benefit has passed to the charity; Probable – it is more likely than not that the economic benefits associated with the legacy will flow to the charity; and easurement – the monetary value or amount of the income can be measured reliably.

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

3. Income from donations and legacies

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Donations	-	40,721	40,721	58,693
Legacies	-	731,309	731,309	671,159
Gift aid	-	1,922	1,922	2,801
	-	773,952	773,952	732,653
Total 2020	10,040	722,613	732,653	

4. Income from other trading activities

Income from fundraising events

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Wellswood District	-	-	1,380
Torquay Girls Grammar School	247	247	1,726
Pennies for Plastic	6	6	491
Raffles and fayres	447	447	491
Jewellery sales	412	412	70
	1,112	1,112	4,158
TOTAL 2020	4,158	4,158	

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

4. Income from other trading activities (continued)

Income from non charitable trading activities

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Sales	940	940	-
Torbay Hospital League of Friends Shop Limited	-	-	51,192
	<u>940</u>	<u>940</u>	<u>51,192</u>
	<u>51,192</u>	<u>51,192</u>	
TOTAL 2020			

5. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Investment income	4,896	4,896	5,347
Interest receivable	-	-	156
	<u>4,896</u>	<u>4,896</u>	<u>5,503</u>
	<u>5,503</u>	<u>5,503</u>	
TOTAL 2020			

6. Other incoming resources

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
CJRS	3,671	3,671	7,899
	<u>3,671</u>	<u>3,671</u>	<u>7,899</u>
	<u>7,899</u>	<u>7,899</u>	
TOTAL 2020			

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

7. Analysis of expenditure by activities

	Direct costs 2021 £	Support costs 2021 £	Total funds 2021 £	Total funds 2020 £
Gifts to hospital	82,672	-	82,672	21,768
Other charitable activities	-	20,463	20,463	16,257
	<u>82,672</u>	<u>20,463</u>	<u>103,135</u>	<u>38,025</u>
Total 2020	<u>21,768</u>	<u>16,257</u>	<u>38,025</u>	

Analysis of support costs

	2021 £	Total funds 2021 £	Total funds 2020 £
Office costs	6,594	6,594	5,039
Sundry expenses	455	455	67
Legal and professional fees	13,414	13,414	11,151
	<u>20,463</u>	<u>20,463</u>	<u>16,257</u>
Total 2020	<u>16,257</u>	<u>16,257</u>	

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

8. Gifts to hospital

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Opthamology pachymeter	-	-	-	11,908
Ventilators	-	33,000	33,000	-
Stairclimber	-	17,120	17,120	-
Patient Trollies	-	12,222	12,222	-
Patient and Visitor care	2,000	-	2,000	-
Cook and eat sessions	-	87	87	-
Training room	-	6,393	6,393	3,960
Other costs	-	11,850	11,850	5,900
	<u>2,000</u>	<u>80,672</u>	<u>82,672</u>	<u>21,768</u>
Total 2020	<u>-</u>	<u>21,768</u>	<u>21,768</u>	

9. Auditors' remuneration

The auditors' remuneration amounts to an auditor fee of £6,500 (2020 - £4,000), and statutory accounts preparation, tax compliance and company secretarial services of £4,038 (2020 - £5,297).

10. Staff costs

	Group 2021 £	Group 2020 £
Wages and salaries	9,609	17,808
	<u>9,609</u>	<u>17,808</u>

The average number of persons employed by the group during the year was as follows:

Group 2021 No.	Group 2020 No.
1	3

No employee received remuneration amounting to more than £60,000 in either year.

The subsidiary of the charity had an average number of employees during the year of 1, including 1 Director of that company and Trustees of the charity (2020: 3 including 2 directors of that company and 1 Trustee of the charity). The shop has now ceased to trade and therefore no longer has any employees.

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

11. Related party transactions and trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 December 2021, expenses totalling £447 were reimbursed or paid directly to 2 Trustees (2020 - £335 to 4 Trustees).

Two members of the Committee hold shares as nominees for the Charity in its subsidiary company - Torbay Hospital League of Friends Shop Limited.

The company was formed with the express purpose of carrying out all the retail trading activities within and/or connected with the Charity.

Two members of the Committee are Directors of Torbay Hospital League of Friends Shop Limited and received a combined remuneration of £9,609 during the year (2020: £3,552).

As at 31 December 2021, the Charity owed £85,472 to the Torbay Hospital League of Friends Shop Limited. As at 31 December 2020 the Charity was owed £3,140 by the Torbay Hospital League of Friends Shop. No interest is charged on this balance and there is no set date for payment.

The charity considers its key management personnel comprise the Trustees of the charity and Directors of the subsidiary company. The total employment benefits of the key management personnel were £9,609 (2020: £17,824).

12. Taxation

	2021 £	2020 £
CORPORATION TAX - GROUP		
Adjustments in respect of previous periods	(383)	-
TAXATION ON NET (EXPENDITURE)/INCOME	<u>(383)</u>	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

13. Tangible fixed assets

GROUP

	Long-term leasehold property £	Plant and machinery £	Fixtures and fittings £	Total £
COST OR VALUATION				
At 1 January 2021	129,895	7,294	35,378	172,567
Disposals	(129,895)	(7,294)	(5,351)	(142,540)
At 31 December 2021	-	-	30,027	30,027
DEPRECIATION				
At 1 January 2021	122,408	7,294	35,378	165,080
On disposals	(122,408)	(7,294)	(5,351)	(135,053)
At 31 December 2021	-	-	30,027	30,027
NET BOOK VALUE				
At 31 December 2021	-	-	-	-
At 31 December 2020	7,487	-	-	7,487

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

13. Tangible fixed assets (continued)

CHARITY

	Fixtures and fittings £
COST OR VALUATION	
At 1 January 2021	30,027
At 31 December 2021	30,027
DEPRECIATION	
At 1 January 2021	30,027
At 31 December 2021	30,027
NET BOOK VALUE	
At 31 December 2021	-
At 31 December 2020	-

14. Fixed asset investments

Principal subsidiaries

The following is a subsidiary undertaking of the charity:

	Company number	Holding
Torbay Hospital League of Friends Shop Limited	03024219	100%

The financial results of the subsidiary for the year were:

	Income £	Expenditure £	Profit/(Loss) / Surplus/ (Deficit) for the year £	Net assets £
Torbay Hospital League of Friends Shop Limited	383	(10,411)	(10,028)	85,849

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

14. Fixed asset investments (continued)

In December 2020 the trading subsidiary company, Torbay Hospital League of Friends Shop, was informed by the Hospital that due to changes being made on Level 2 where the shop is situated, the break clause in the lease was being invoked. As a result of this decision, the directors have taken the decision to cease trading. The Directors disposed of all saleable assets in 2021 with the bulk of the catering equipment being sold to the Hospital. The company has been deregistered for VAT and arrangements are being made for an application to be submitted to Companies House for the the company to be struck off.

As a result of this, the director of the Company no longer consider it to be a going concern and have, therefore, drawn up the financial statements on a basis other than going concern.

15. Debtors

	Group 2021 £	Group 2020 £	Charity 2021 £	Charity 2020 £
DUE WITHIN ONE YEAR				
Other debtors	-	861	-	-
Legacies receivable	161,905	81,506	161,905	81,507
	161,905	82,367	161,905	81,507

16. Current asset investments

	Group 2021 £	Group 2020 £	Charity 2021 £	Charity 2020 £
Unlisted investments (liquid)	424,794	-	424,794	-

17. Creditors: Amounts falling due within one year

	Group 2021 £	Group 2020 £	Charity 2021 £	Charity 2020 £
Amounts owed to group undertakings	-	-	85,474	3,140
Other taxation and social security	-	350	-	-
Accruals and deferred income	9,550	10,643	9,550	7,620
	9,550	10,993	95,024	10,760

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

18. Statement of funds

Statement of funds - current year

	Balance at 1 January 2021 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2021 £
UNRESTRICTED FUNDS					
DESIGNATED FUNDS					
Equipment commitments	1,512,040	-	(1,703)	(10,000)	1,500,337
GENERAL FUNDS					
General Funds	707,899	784,571	(113,130)	10,000	1,389,340
TOTAL UNRESTRICTED FUNDS	2,219,939	784,571	(114,833)	-	2,889,677
RESTRICTED FUNDS					
Cardiac unit	5,719	-	-	-	5,719
Radiotherapy unit	15,323	-	-	-	15,323
Diabetic and Asthmatic patients	22,480	-	-	-	22,480
Neurology department	2,347	-	-	-	2,347
Heart machines	250	-	-	-	250
Patient and visitor care	14,376	-	(2,000)	-	12,376
EAU 3	500	-	-	-	500
Endoscopy	2,010	-	-	-	2,010
Hospital Wards	2,000	-	-	-	2,000
Cardiology	392	-	-	-	392
	65,397	-	(2,000)	-	63,397
TOTAL OF FUNDS	2,285,336	784,571	(116,833)	-	2,953,074

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

18. Statement of funds (continued)

The Designated fund represents the future anticipated equipment commitments which have been agreed by the committee prior to the year end.

The Cardiac unit restricted fund represents specific bequests which have to be used towards equipment and comfort of the patients of the cardiac department at the Hospital.

The Radiotherapy unit restricted fund represents specific bequests which have to be used towards equipment and comfort of the patients of the radiotherapy unit at the Hospital.

The Diabetic and Asthmatic patient restricted fund represents specific bequests which have to be used towards equipment and comfort of these patients.

The Neurology department restricted funds represents a specific donation to be used towards Neurophysiology equipment to be used within the department.

The Heart machines/ambulance services fund represents specific donations and bequests to be used towards heart machines/ambulance services.

The Patient and visitor care fund represents specific donations and bequests to be used towards such costs to provide comfort for patients and visitors of Torbay Hospital.

EAU3 fund represents specific donations and bequests to be used towards the Emergency Assessment Unit.

The Endoscopy fund represents specific donations and bequests to be used toward such treatments.

The Hospital Wards funds represents specific donations and bequests to be used toward the Lilly Derry Ward.

The Cardiology fund represents specific donations and bequests to be used toward such treatments.

The transfer between funds are necessary in order to ensure the matching of incoming resources specifically designated by the Committee with the charity's own resources. Funds are released if the charity receives notification that monies are no longer required for the planned purpose.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**
18. Statement of funds (continued)**Statement of funds - prior year**

	Balance at 1 January 2020 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2020 £
UNRESTRICTED FUNDS					
DESIGNATED FUNDS					
Equipment commitments	1,516,000	-	(29,800)	25,840	1,512,040
GENERAL FUNDS					
General Funds	36,539	791,365	(94,165)	(25,840)	707,899
TOTAL UNRESTRICTED FUNDS	1,552,539	791,365	(123,965)	-	2,219,939
RESTRICTED FUNDS					
Cardiac unit	5,719	-	-	-	5,719
Radiotherapy unit	15,323	-	-	-	15,323
Diabetic and Asthmatic patients	22,480	-	-	-	22,480
Neurology department	2,347	-	-	-	2,347
Heart machines	250	-	-	-	250
Patient and visitor care	14,376	-	-	-	14,376
EAU 3	500	-	-	-	500
Linen League	20	40	(60)	-	-
Endoscopy	2,010	-	-	-	2,010
Hospital Wards	2,000	-	-	-	2,000
Cardiology	-	10,000	(9,608)	-	392
	65,025	10,040	(9,668)	-	65,397
TOTAL OF FUNDS	1,617,564	801,405	(133,633)	-	2,285,336

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

19. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £
Current assets	63,397	2,899,227	2,962,624
Creditors due within one year	-	(9,550)	(9,550)
TOTAL	63,397	2,889,677	2,953,074

Analysis of net assets between funds - prior year

	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	-	7,487	7,487
Current assets	65,397	2,223,445	2,288,842
Creditors due within one year	-	(10,993)	(10,993)
TOTAL	65,397	2,219,939	2,285,336

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

	Group 2021 £	Group 2020 £
Net income for the year (as per Statement of Financial Activities)	667,738	667,772
ADJUSTMENTS FOR:		
Depreciation charges	-	13,355
Dividends, interests and rents from investments	(4,896)	(5,503)
Loss on the sale of fixed assets	7,487	-
Decrease in stocks	-	1,341
Increase in debtors	(79,539)	(52,822)
Decrease in creditors	(1,444)	(31,861)
Impairment	-	32,839
NET CASH PROVIDED BY OPERATING ACTIVITIES	589,346	625,121

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

21. Analysis of cash and cash equivalents

	Group 2021 £	Group 2020 £
Cash in hand	2,375,925	2,206,475
TOTAL CASH AND CASH EQUIVALENTS	2,375,925	2,206,475

22. Analysis of changes in net debt

	At 1 January 2021 £	Cash flows £	At 31 December 2021 £
Cash at bank and in hand	2,206,475	169,450	2,375,925
Liquid investments	-	424,794	424,794
	2,206,475	594,244	2,800,719

23. Contingent asset

The Charity has been notified of a residuary legacy where a reliable valuation of the estate cannot be calculated, and therefore the legacy due to the Charity cannot be made. As the outcome is currently uncertain for this legacy they have not been recognised within the financial statements.

Accounts

TORBAY HOSPITAL LEAGUE OF FRIENDS

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

TORBAY HOSPITAL LEAGUE OF FRIENDS

CONTENTS

	Page
Reference and Administrative Details of the Charity, its Trustees and Advisers	1
Trustees' Report	2 - 6
Independent Auditors' Report on the Financial Statements	7 - 10
Consolidated Statement of Financial Activities	11
Consolidated Balance Sheet	12
Charity Balance Sheet	13
Consolidated Statement of Cash Flows	14
Notes to the Financial Statements	15 - 32

TORBAY HOSPITAL LEAGUE OF FRIENDS

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2020

Trustees	Mr G L Adroit Mrs J Berry Mr T Brown, Vice President Mrs S Cox Mr T Cox Mrs L Dewis (resigned 17 August 2020) Mr M K Evans, Vice President Mrs P Eyles Mrs H Gargette (resigned 7 September 2020) Mrs J M Hearne, Vice President Mrs L Hookings, Vice President Mr M A Hookings Mrs B Lawton Mrs L McCaig Mrs C M Piper, Vice President Miss P A Roberts, President Mr D Rogers Mr R Tuttle Mrs E Welch (resigned 17 August 2020) Mrs K N Westaway, Chair Mr P F V White, Vice President/Honorary Secretary
-----------------	---

Charity registered number	200905
Principal office	Highlyn 6 Haldon Close Torquay Devon TQ1 2NA
Independent auditors	Bishop Fleming LLP Chartered Accountants Century House Nicholson Road Torquay TQ2 7TD
Solicitors	Wollens Carlton House 30 The Terrace Torquay Devon TQ1 1BS

TORBAY HOSPITAL LEAGUE OF FRIENDS

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

The Trustees present their report along with the financial statements of Torbay Hospital League of Friends (the charity and the group) for the year ended 31 December 2020. The Trustees confirm that the Annual Report and financial statements of the charity and the group comply with the current statutory requirements, the requirements of the charity and the group's governing document and the provisions of the Statement of Recommended Practice (SORP), 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 2015).

Objectives and activities

a. Policies and objectives

The objects of the League, as set out in the Governing Document, shall be to relieve patients and former patients of the Torbay Hospitals (now only the Torbay Hospital) and generally to support the work of the hospital. To achieve this overall purpose the Governing Document sets out various practical steps to be taken.

The aims of the Charity are to support the continuing development of Torbay Hospital mainly by supplementing funds available for equipment as well as for research education and training. Additionally, where it can, the Charity aims to foster interest in the work of the Hospital by the provision of voluntary work within the Hospital.

The main objectives are to achieve as great a financial contribution as possible and continue to support Hospital services by the provision of such other services as we are able.

b. Strategies for achieving objectives

These included holding regular monthly meetings of the Management Committee to keep close control over income and expenditure and liaising with the Hospital Trust to obtain details of what equipment is needed or whether the provision of funds for improvement or enhancement of staff or other facilities could be made. The Charity also seeks to publicise its efforts inter alia by holding a variety of events both small and large throughout the year including Flag Days, Draws, and the sale of Christmas Cards. Where appropriate, consideration is given to the making of a public appeal to raise funds for a specific project.

c. Activities undertaken to achieve objectives

Legacy income is a significant part of the Charity's overall income and as such the Charity will be doing all it can to promote itself as a Charity worthy of charitable giving. The Charity continues to enjoy a healthy level of income from its voluntary and commercial outlet, which has enabled it to continue making available substantial monies to the Hospital for a variety of purposes requested by the Hospital. The accounts give a full picture of the extent of the grants made. The Management committee continues to encourage the Hospital to approach the League for donations of any kind for items however large or small.

d. Volunteers

Until the lock down caused by Covid-19 regulations the League had the benefit of being able to call upon approximately 100 Volunteers to work in its Butterflies Cafe and Guiding services that it provided within the Hospital. Following the lock down we had to close our café and could no longer provide guiding services. It was hoped that this would be only a temporary measure but in the event the closure is permanent. Whilst we can no longer provide cafeteria services, we are hoping that our volunteers who wish to do so will be able to return within the Hospital as soon as it is safe and show the face of the League either as Guides or in a new kiosk on Level 4. Additionally, the League has the benefit of a loyal and highly productive Linen League. Although they too have been subject to lock down for the majority of 2020 it is hoped that they will soon be able to return to produce all kinds of garments for wards and departments throughout the Hospital. The Trustees take the opportunity of thanking all the Volunteers for the work they have done throughout the year.

Achievements and performance

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020**

Achievements and performance (continued)

a. Key performance indicators

The League has been unable to organise any activities since March 2020. Activities such as Coffee mornings, Flag Days, sale of Christmas Cards, Draws, Bed Push, Collection buckets and other social events are designed to promote the League and its aims to the public to secure funds to be passed back to the Hospital. The Trustees intend that these activities shall recommence as soon as possible

Total sums paid to the Hospital this year are £21,768: (2019: £1,345,151). The League has agreed a protocol with the Hospital to ensure that grants made to the Hospital for items of equipment that the Hospital are not able to finance from alternative sources, but which they consider to be necessary and which they are able to maintain throughout its expected life. The Protocol agreed is:

- For single items over £5,000: Current Trust Policy requires these bids to progress through the Medical Equipment Committee (MEC). The MEC will then identify which bids should proceed for consideration by the League.
- For single use items under £5,000: Single use items under £5,000 do not go to the MEC. Such bids will be assessed by the Director of Nursing or Medical Director who will refer them on a monthly basis to the League.
- For multiple items where individually, the cost is less than £5,000 but in totality the cost exceeds £5,000:

If such bids are not considered by the MEC they will be assessed by the Director of Nursing or Medical Director and if appropriate will then be referred to the League.

b. Review of activities

The League has been unable to organise activities throughout the year, which would promote the League and its objects to the public to secure funds for the Hospital. Such events publicise the work of the League and increases awareness of what the League does for the Community and are as important as making a profit for the League. The Trustees will be doing all they can to re-instate such activities as soon as possible.

c. Investment policy and performance

As the League has variable income derived from legacies, fund raising and similarly variable payments dependent upon opportunities presented to it by the Hospital, the bulk of its funds held until payment are invested in interest bearing Bank accounts and Investment Companies. The Trustees consider this to be the simplest and most risk-free method to earn income and maintain capital value.

Financial review

a. Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has 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. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

b. Reserves policy

The Trustees have reviewed the charity's needs for reserves in line with the guidance issued by the Charity Commission and have decided that unrestricted reserves should be sufficient to enable it at all times to meet its current designated commitments and anticipate future calls by the Hospital as and when they arise with a minimum of £250,000.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020**

c. Financial risk management objectives and policies

The League is entirely dependent upon the generosity of the public to make donations either through legacies, gifts or support to the various fund-raising activities conducted throughout the year by the League and its members. The income from all sources during the year was £801,397 (2019: £586,317).

Structure, governance and management

a. Constitution

The League is an unincorporated body, constituted under a Governing Document originally drawn up in 1954 and subsequently amended, to provide amenities and services for patients and staff at Torbay Hospital. Over the years it has become one of the leading Leagues in the country having provided gifts exceeding £20,000,000.

The League is able to enhance what Torbay Hospital provides and buy 'extras' that can bring the most advanced methods of treatment to benefit local people and visitors to the area. Members of the League act in a number of ways for the benefit of Torbay Hospital by supporting its work, recruiting volunteers, maintaining the relationship between volunteers and the Hospital and creating a link between the Hospital and the community it serves.

b. Methods of appointment or election of Trustees

The Trustees, who together form the Management Committee, are appointed under the terms of the Governing Document from the membership body (save for appointments required under the Governing Document) provided they are also members of the League. Elected trustees serve for a period of five years after which they may put themselves forward for re-election. The Management Committee may remove the Secretary and Treasurer at any time.

c. Organisational structure and decision-making policies

The Management Committee meet monthly to approve grants to the Hospital. Protocols are in place with the Hospital to ensure that bids for grants from the League are first assessed by the Hospital on the basis of need and affordability of maintenance to ensure that any equipment purchased will be of the greatest benefit and can be properly serviced and maintained by the Hospital for its expected lifetime. The Management Committee deals with administration relating to the general activities of the League including receiving a monthly financial report, and reports from Membership, Publicity, Linen League and regarding Events organised by the League. The League's finances are dealt with by the Hon Sec who reports monthly to the Management Committee. Various members of the Management Committee have specific roles under the overall control of the Management Committee to whom they report at the monthly meetings.

The League is a member of the Devon Association of Hospital Leagues of Friends.

The Charity has a wholly owned non-charitable subsidiary, The Torbay Hospital League of Friends Shop Limited, whose activities and trading performance is included within the accounts submitted with this report. Until the lockdown the Trading Company employed two persons as Organisers of the Canteen and is registered for VAT. The Hon. Sec. of the Charity is a Director and Secretary of the Trading Company; the Voluntary Organiser is also a Director along with a Trustee of the main charity. Since the lockdown there has been one paid employee who has been on furlough. Hitherto the Trading Company has made a significant contribution to the Charity's funds which will now be lost following the closure of the Cafeteria. It is intended that an application to have the company struck off the register will be lodged in due course.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020**

Structure, governance and management (continued)

d. Policies adopted for the induction and training of Trustees

New Trustees are found through recommendation by existing members/trustees or by word of mouth or are volunteers who wish to become more involved with the Charity. Their names, having been proposed and seconded, are presented at the Annual General Meeting before being voted upon. New Trustees are given an induction pack so that they are aware of the Charity's background, its financial basis and their obligations and responsibilities as Trustees.

e. Risk management

The General Committee is responsible for the management of risks faced by the Charity and continually review those risks and put in place practices and controls to be observed throughout the year. Those controls include:

- Formal agendas for all Committee meetings.
- Established organisational structures with well-defined lines of reporting.
- Monthly reports relating to finances including income and expenditure.
- Declaration of Conflicts of Interest by Trustees.

The Trustees consider that the risks identified have been mitigated as far as possible.

f. Fundraising

The League organises fundraising events and co-ordinates the activities of supporters both in the hospital and in the wider community. The League does not use professional fundraisers or involve commercial participators. There have been no complaints about fundraising activity this year.

The League follows as closely as possible relevant parts of the Fundraising Regulator's Code of Fundraising Practice. Volunteer fundraisers are briefed before they raise funds for the League and given updates/ reminders as necessary. We assist and monitor supporters engaged in fundraising activity to ensure compliance of the Code with particular focus on how to approach and work with members of the public who are potentially vulnerable.

Following a review of marketing generally any direct marketing is to be undertaken by a Trustee and member of the Management Committee to ensure that it is not unreasonably intrusive or persistent. All marketing material will contain clear instructions on how a person can be removed from mailing lists.

Contact is to be made only to members of the public who consent and on an infrequent basis. Our Newsletter is sent out to Members on a bi-annual basis and our e-Newsletter is currently sent on a monthly basis to members of the public who have given their consent.

Plans for future periods

The League intends to continue to support Torbay Hospital to the full extent it can and in particular:

- will maintain the strong links already forged with the Hospital management,
- will remain responsive to requests for funding from the Hospital,
- will encourage fund raising activities by members of the League.
- will do what it can to publicise the work of the League so as to promote the interests of the League to members of the public minded to make donations.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020**

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees 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).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Group and the charity and of their incoming resources and application of resources, including their income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the charity's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the Group and the charity 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 group'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 group's auditors are aware of that information.

Auditors

The auditors, Bishop Fleming LLP, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees on 27 May 2021 and signed on their behalf by:

Mrs K N Westaway
Chair

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS

Opinion

We have audited the financial statements of Torbay Hospital League of Friends (the 'parent charity') and its subsidiaries (the 'group') for the year ended 31 December 2020 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charity Balance Sheet, the Consolidated Statement of Cash Flows 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 Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charity's affairs as at 31 December 2020 and of the Group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

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 Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 Group's or the parent 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.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS
(CONTINUED)**

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 Auditors' Report thereon. Our opinion on the financial statements does not cover the other information and 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' Report is inconsistent in any material respect with the financial statements; or
- the parent charity has not kept sufficient accounting records; or
- the parent charity financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the Trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Group's and the parent 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 Group or the parent charity or to cease operations, or have no realistic alternative but to do so.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS
(CONTINUED)**

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditor under section 151 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 Auditors' 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:

In assessing the risk of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- the nature of the sector, control environment and the Charity's performance;
- results of our enquiries of management and the Trustees, about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the Charity's documentation of their policies and procedures relating to: identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance; detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud. As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud, which included incorrect recognition of revenue, management override of controls using manual journal entries, purchase ledger, and identified the greatest potential for fraud as incorrect recognition of revenue and management override using manual journal entries.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We identified and obtained an understanding of the laws and regulations that are of significance to the Charity by discussions with Trustees and by updating our understanding of the sector in which the Charity operated in. Laws and regulations that are of direct significance to the Charity and of which non compliance could result in material misstatement are the Charities Act, Charities SORP and tax legislation. In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the Charity's ability to operate or to avoid a material penalty.

Our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- reviewing the financial statement disclosures and testing to supporting documentation to assess the recognition of revenue, in line with longer term contract accounting methodologies;
- enquiring of Trustees and management concerning actual and potential litigation and claims;
- performing procedures to confirm material compliance with the requirements of the above regulations;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of Trustee meetings; and
- in addressing the risk of fraud through management override of controls, testing the appropriateness of

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TORBAY HOSPITAL LEAGUE OF FRIENDS
(CONTINUED)**

journal entries and other adjustments; and assessing whether the judgements made in making accounting estimates are indicative of a potential bias.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from an error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it.

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

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Bishop Fleming LLP
Chartered Accountants
Statutory Auditors
Century House
Nicholson Road
Torquay
TQ2 7TD

13 October 2021

Bishop Fleming LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

TORBAY HOSPITAL LEAGUE OF FRIENDS

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2020

	Note	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Income from:					
Donations and legacies	4	10,040	722,613	732,653	340,101
Other trading activities:	5				
Fundraising		-	4,158	4,158	19,100
Trading activities		-	51,192	51,192	216,263
Investments	6	-	5,503	5,503	10,855
Other income	7	-	7,899	7,899	-
Total income		10,040	791,365	801,405	586,319
Expenditure on:					
Raising funds		-	95,608	95,608	138,325
Charitable activities		9,668	28,357	38,025	1,360,710
Total expenditure		9,668	123,965	133,633	1,499,035
Net movement in funds		372	667,400	667,772	(912,716)
Reconciliation of funds:					
Total funds brought forward		65,025	1,552,539	1,617,564	2,530,280
Net movement in funds		372	667,400	667,772	(912,716)
Total funds carried forward		65,397	2,219,939	2,285,336	1,617,564

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

The notes on pages 15 to 32 form part of these financial statements.

TORBAY HOSPITAL LEAGUE OF FRIENDS

CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	13	7,487	53,681
		<u>7,487</u>	<u>53,681</u>
Current assets			
Stocks	15	-	1,341
Debtors	16	82,367	29,545
Cash at bank and in hand		2,206,475	1,575,851
		<u>2,288,842</u>	<u>1,606,737</u>
Creditors: amounts falling due within one year	17	(10,993)	(42,854)
Net current assets		<u>2,277,849</u>	<u>1,563,883</u>
Total assets less current liabilities		<u>2,285,336</u>	<u>1,617,564</u>
		<u>2,285,336</u>	<u>1,617,564</u>
Total net assets		<u>2,285,336</u>	<u>1,617,564</u>
Charity funds			
Restricted funds	18	65,397	65,025
Unrestricted funds	18	2,219,939	1,552,539
Total funds		<u>2,285,336</u>	<u>1,617,564</u>

The financial statements were approved and authorised for issue by the Trustees on 27 May 2021 and signed on their behalf by:

Mrs K N Westaway
Chair

The notes on pages 15 to 32 form part of these financial statements.

TORBAY HOSPITAL LEAGUE OF FRIENDS

CHARITY STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31 DECEMBER 2020

	Note	2020 £	2019 £
Fixed assets			
Investments	14	2	2
		<u>2</u>	<u>2</u>
Current assets			
Debtors	16	81,507	102,440
Cash at bank and in hand		2,118,710	1,408,203
		<u>2,200,217</u>	<u>1,510,643</u>
Creditors: amounts falling due within one year	17	(10,760)	(25,322)
Net current assets		<u>2,189,457</u>	<u>1,485,321</u>
Total assets less current liabilities		<u>2,189,459</u>	<u>1,485,323</u>
		<u>2,189,459</u>	<u>1,485,323</u>
Total net assets		<u>2,189,459</u>	<u>1,485,323</u>
Charity funds			
Restricted funds	18	65,397	65,025
Unrestricted funds	18	2,124,062	1,420,298
Total funds		<u>2,189,459</u>	<u>1,485,323</u>

The financial statements were approved and authorised for issue by the Trustees on 27 May 2021 and signed on their behalf by:

Mrs K N Westaway
Chair

The notes on pages 15 to 32 form part of these financial statements.

TORBAY HOSPITAL LEAGUE OF FRIENDS

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020**

	2020 £	2019 £
Cash flows from operating activities		
Net cash used in operating activities	625,121	(803,710)
Cash flows from investing activities		
Interests from investments	5,503	10,502
Purchase of tangible fixed assets	-	(265)
Net cash provided by investing activities	5,503	10,237
Cash flows from financing activities		
Net cash provided by financing activities	-	-
Change in cash and cash equivalents in the year	630,624	(793,473)
Cash and cash equivalents at the beginning of the year	1,575,851	2,369,324
Cash and cash equivalents at the end of the year	2,206,475	1,575,851

The notes on pages 15 to 32 form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

1. General information

Torbay Hospital League of Friends is a registered Charity, incorporated in England within the United Kingdom. The address of the registered office is given in the company information page of these financial statements.

2. Accounting policies

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements 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 2015), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Torbay Hospital League of Friends 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.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Group and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

2.2 GOING CONCERN

The trustees have considered the outbreak of COVID-19 and the likely impact it will have on the ongoing operations of the Torbay Hospital League of Friends. The Charity has sufficient cash to meet all known outgoings including Shop outgoings in the next 12 months. Because of the nature of the Charity, cash outflows can be reduced to a minimum to ensure the viability of both itself and the shop. The Charity will only make gifts to the Hospital when there are funds available to do so. There is no ongoing cash requirement within the next 12 months which cannot be met by current funds.

On the basis of the above the trustees consider it appropriate for the financial statements for the year ended 31 December 2020 to be prepared on a going concern basis.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

2. Accounting policies (continued)

2.3 INCOME

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the charity, can be reliably measured.

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

2. Accounting policies (continued)

2.4 EXPENDITURE

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the Group to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.5 INTEREST RECEIVABLE

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.6 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, .

Depreciation is provided on the following bases:

Long-term leasehold property	- Over the term of the lease
Plant and machinery	- 25% reducing balance
Fixtures, fittings and equipment	- 20% straight line/25% reducing balance

2.7 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 the 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 presented as 'Gains/(Losses) on investments' in the Consolidated Statement of Financial Activities.

Investments in subsidiaries are valued at cost less provision for impairment.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

2. Accounting policies (continued)

2.8 STOCKS

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.9 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.

2.10 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.

2.11 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 charity 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 in the Consolidated Statement of Financial Activities as a finance cost.

2.12 FINANCIAL INSTRUMENTS

The Group only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2.13 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 Group and which have not been designated for other purposes.

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

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

3. CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGMENT

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

4. Income from donations and legacies

	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Donations	40	58,653	58,693	47,534
Legacies	10,000	661,159	671,159	289,985
Gift aid	-	2,801	2,801	2,582
	<u>10,040</u>	<u>722,613</u>	<u>732,653</u>	<u>340,101</u>
Total 2019	<u>-</u>	<u>340,101</u>	<u>340,101</u>	

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

5. Income from other trading activities

Income from fundraising events

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Events committee	-	-	3,759
Wellswood District	1,380	1,380	1,326
Torquay Girls Grammar School	1,726	1,726	1,212
Coffee mornings	-	-	1,532
Pennies for Plastic	491	491	2,226
Supermarket collections	-	-	700
Raffles and fayres	491	491	5,887
Jewellery sales	70	70	1,125
Bed push	-	-	1,333
	<u>4,158</u>	<u>4,158</u>	<u>19,100</u>
Total 2019	<u>19,100</u>	<u>19,100</u>	

Income from non charitable trading activities

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Torbay Hospital League of Friends Shop Limited	51,192	51,192	216,264
	<u>216,264</u>	<u>216,264</u>	
Total 2019	<u>216,264</u>	<u>216,264</u>	

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

6. Investment income

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Investment income	5,347	5,347	10,502
Interest receivable	156	156	353
	<u>5,503</u>	<u>5,503</u>	<u>10,855</u>
Total 2019	<u>10,855</u>	<u>10,855</u>	

7. Other incoming resources

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
CJRS	7,899	7,899	-
	<u>7,899</u>	<u>7,899</u>	<u>-</u>

8. Analysis of expenditure by activities

	Direct costs 2020 £	Support costs 2020 £	Total funds 2020 £	Total funds 2019 £
Gifts to hospital	21,768	-	21,768	1,345,151
Other charitable activities	-	16,257	16,257	15,559
	<u>21,768</u>	<u>16,257</u>	<u>38,025</u>	<u>1,360,710</u>
Total 2019	<u>1,345,151</u>	<u>15,559</u>	<u>1,360,710</u>	

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

8. Analysis of expenditure by activities (continued)

Analysis of support costs

	2020 £	Total funds 2020 £	Total funds 2019 £
Office costs	5,039	5,039	5,644
Depreciation	-	-	6
Sundry expenses	67	67	48
Bank charges	-	-	750
Legal and professional fees	11,151	11,151	9,111
	<u>16,257</u>	<u>16,257</u>	<u>15,559</u>
Total 2019	<u>15,559</u>	<u>15,559</u>	

9. Gifts to hospital

	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Opthamology pachymeter	-	11,908	11,908	2,658
Endoscopy equipment	-	-	-	1,266,893
Happy rehab frame	-	-	-	14,714
Mindray monitoring system	-	-	-	14,730
Mathmos projector	-	-	-	115
Raizer chairs	-	-	-	17,700
Turner ward upgrade	-	-	-	15,000
Patient experience	-	-	-	11,437
Cook and eat sessions	-	-	-	581
Training room	-	3,960	3,960	-
Other costs	-	5,900	5,900	-
	<u>-</u>	<u>21,768</u>	<u>21,768</u>	<u>1,343,828</u>
Total 2019	<u>16,870</u>	<u>1,326,958</u>	<u>1,343,828</u>	

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

10. Auditors' remuneration

The auditors' remuneration amounts to an auditor fee of £4,000 (2019 - £4,000), and statutory accounts preparation, tax compliance and company secretarial services of £5,297 (2019 - £4,448).

11. Staff costs

	Group 2020 £	Group 2019 £
Wages and salaries	17,808	28,897
Social security costs	-	460
	<u>17,808</u>	<u>29,357</u>

The average number of persons employed by the charity during the year was as follows:

	Group 2020 No.	Group 2019 No.
	3	5
	<u>3</u>	<u>5</u>

No employee received remuneration amounting to more than £60,000 in either year.

The subsidiary of the charity had an average number of employees during the year of 3, including 2 of the Directors and Trustees of the charity (2019: 4). All employee time is involved in providing either support to the governance of the charity or support services to charitable activities

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

12. Related party transactions and trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2019 - £NIL).

During the year ended 31 December 2020, expenses totalling £335 were reimbursed or paid directly to 4 Trustees (2019 - £912 to 6 Trustees).

Two members of the Committee hold shares as nominees for the Charity in its subsidiary company - Torbay Hospital League of Friends Shop Limited.

The company was formed with the express purpose of carrying out all the retail trading activities within and/or connected with the Charity.

Two members of the Committee are Directors of Torbay Hospital League of Friends Shop Limited and received a combined remuneration of £3,552 during the year (2019: £6,730).

This company has entered into a covenant to gift its profits from its main activity to the Charity. Profits covenanted in the year totalled £Nil (2019: £79,009).

As at 31 December 2020, the Charity owed £3,140 to the Torbay Hospital League of Friends Shop Limited. As at 31 December 2019 the Charity was owed £75,860 by the Torbay Hospital League of Friends Shop. No interest is charged on this balance and there is no set date for repayment.

The charity considers its key management personnel comprise the Trustees of the charity and Directors of the subsidiary company. The total employment benefits of the key management personnel were £17,824 (2019: £26,096).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

13. Tangible fixed assets

Group

	Long-term leasehold property £	Plant and machinery £	Fixtures and fittings £	Total £
Cost or valuation				
At 1 January 2020	129,895	7,294	35,378	172,567
At 31 December 2020	129,895	7,294	35,378	172,567
Depreciation				
At 1 January 2020	77,939	5,905	35,042	118,886
Charge for the year	12,990	281	84	13,355
Impairment charge	31,479	1,108	252	32,839
At 31 December 2020	122,408	7,294	35,378	165,080
Net book value				
At 31 December 2020	7,487	-	-	7,487
At 31 December 2019	51,956	1,389	336	53,681

Charity

	Fixtures and fittings £
Cost or valuation	
At 1 January 2020	30,027
At 31 December 2020	30,027
Depreciation	
At 1 January 2020	30,027
At 31 December 2020	30,027
Net book value	
At 31 December 2020	-
At 31 December 2019	-

TORBAY HOSPITAL LEAGUE OF FRIENDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

13. Tangible fixed assets (continued)

Charity (continued)

14. Fixed asset investments

Principal subsidiaries

The following was a subsidiary undertaking of the charity:

	Company number	Holding
Torbay Hospital League of Friends Shop Limited	03024219	100%

The financial results of the subsidiary for the year were:

	Income £	Expenditure £	Profit/(Loss) / Surplus/ (Deficit) for the year £	Net assets £
Torbay Hospital League of Friends Shop Limited	59,247	(95,614)	(38,881)	93,363

Due to the impact of the COVID pandemic, in December 2020 the trading subsidiary company, Torbay Hospital League of Friends Shop, was informed by the Hospital that due to changes being made on Level 2 where the shop is situated, the break clause in the lease was being invoked. As a result of this decision, the directors have taken the decision to cease trading. The Directors have therefore now disposed of all saleable assets with the bulk of the catering equipment being sold back to the Hospital. All foodstuffs still in date have been donated to other charities. The Company will close and in due course will be de-registered both regarding Vat and at Companies House.

As a result of this, the director of the Company no longer consider it to be a going concern and have, therefore, drawn up the financial statements on a basis other than going concern.

15. Stocks

	Group 2020 £	Group 2019 £
Finished goods and goods for resale	-	1,341

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**16. Debtors**

	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
Due within one year				
Amounts owed by group undertakings	-	-	-	75,861
Other debtors	861	857	-	-
Prepayments and accrued income	-	2,110	-	-
Legacies receivable	81,506	26,578	81,507	26,579
	82,367	29,545	81,507	102,440

17. Creditors: Amounts falling due within one year

	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
Trade creditors	-	5,382	-	-
Amounts owed to group undertakings	-	-	3,140	-
Other taxation and social security	350	492	-	-
Accruals and deferred income	10,643	36,980	7,620	25,322
	10,993	42,854	10,760	25,322

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

18. Statement of funds

Statement of funds - current year

	Balance at 1 January 2020 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2020 £
Unrestricted funds					
Designated funds					
Equipment commitments	1,516,000	-	(29,800)	25,840	1,512,040
General funds					
General Funds	36,539	791,365	(94,165)	(25,840)	707,899
Total Unrestricted funds	1,552,539	791,365	(123,965)	-	2,219,939
Restricted funds					
Cardiac unit	5,719	-	-	-	5,719
Radiotherapy unit	15,323	-	-	-	15,323
Diabetic and Asthmatic patients	22,480	-	-	-	22,480
Neurology department	2,347	-	-	-	2,347
Heart machines	250	-	-	-	250
Patient and visitor care	14,376	-	-	-	14,376
EAU 3	500	-	-	-	500
Linen League	20	40	(60)	-	-
Endoscopy	2,010	-	-	-	2,010
Hospital Wards	2,000	-	-	-	2,000
Cardiology	-	10,000	(9,608)	-	392
	65,025	10,040	(9,668)	-	65,397
Total of funds	1,617,564	801,405	(133,633)	-	2,285,336

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

18. Statement of funds (continued)

The Designated fund represents the future anticipated equipment commitments which have been agreed by the committee prior to the year end.

The Cardiac unit restricted fund represents specific bequests which have to be used towards equipment and comfort of the patients of the cardiac department at the Hospital.

The Radiotherapy unit restricted fund represents specific bequests which have to be used towards equipment and comfort of the patients of the radiotherapy unit at the Hospital.

The Diabetic and Asthmatic patient restricted fund represents specific bequests which have to be used towards equipment and comfort of these patients.

The Neurology department restricted funds represents a specific donation to be used towards Neurophysiology equipment to be used within the department.

The Heart machines/ambulance services fund represents specific donations and bequests to be used towards heart machines/ambulance services.

The Patient and visitor care fund represents specific donations and bequests to be used towards such costs to provide comfort for patients and visitors of Torbay Hospital.

The Endoscopy fund represents specific donations and bequests to be used toward such treatments.

The Hospital Wards funds represents specific donations and bequests to be used toward the Lilly Derry Ward.

The Cardiology fund represents specific donations and bequests to be used toward such treatments.

The transfer between funds are necessary in order to ensure the matching of incoming resources specifically designated by the Committee with the charity's own resources.

TORBAY HOSPITAL LEAGUE OF FRIENDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

18. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 January 2019 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2019 £
Unrestricted funds					
Designated funds					
Equipment commitments	1,349,197	-	(1,326,958)	1,493,761	1,516,000
Critical Care Unit commitments	47,512	-	-	(47,512)	-
	<u>1,396,709</u>	<u>-</u>	<u>(1,326,958)</u>	<u>1,446,249</u>	<u>1,516,000</u>
General funds					
General Funds	<u>1,051,676</u>	<u>586,319</u>	<u>(155,207)</u>	<u>(1,446,249)</u>	<u>36,539</u>
Total Unrestricted funds	<u>2,448,385</u>	<u>586,319</u>	<u>(1,482,165)</u>	<u>-</u>	<u>1,552,539</u>
Restricted funds					
Cardiac unit	5,719	-	-	-	5,719
Radiotherapy unit	15,323	-	-	-	15,323
Diabetic and Asthmatic patients	23,061	-	(581)	-	22,480
Neurology department	2,347	-	-	-	2,347
Heart machines	250	-	-	-	250
Turner Ward	15,000	-	(15,000)	-	-
Patient and visitor care	15,665	-	(1,289)	-	14,376
EAU 3	500	-	-	-	500
Linen League	20	-	-	-	20
Endoscopy	2,010	-	-	-	2,010
Hospital Wards	2,000	-	-	-	2,000
	<u>81,895</u>	<u>-</u>	<u>(16,870)</u>	<u>-</u>	<u>65,025</u>
Total of funds	<u>2,530,280</u>	<u>586,319</u>	<u>(1,499,035)</u>	<u>-</u>	<u>1,617,564</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

19. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Restricted funds 2020 £	Restricted funds - class ii 2020 £	Unrestricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	-	-	7,487	7,487
Current assets	65,397	-	2,223,445	2,288,842
Creditors due within one year	-	-	(10,993)	(10,993)
Total	65,397	-	2,219,939	2,285,336

Analysis of net assets between funds - prior period

	Restricted funds 2019 £	Unrestricted funds 2019 £	Total funds 2019 £
Tangible fixed assets	-	53,681	53,681
Current assets	65,025	1,541,712	1,606,737
Creditors due within one year	-	(42,855)	(42,855)
Total	65,025	1,552,538	1,617,563

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

	Group 2020 £	Group 2019 £
Net income/expenditure for the period (as per Statement of Financial Activities)	667,772	(912,716)
Adjustments for:		
Depreciation charges	13,355	13,499
Interest from investments	(5,503)	(10,502)
Decrease/(increase) in stocks	1,341	(358)
Decrease/(increase) in debtors	(52,822)	88,380
(Decrease)/increase in creditors	(31,861)	26,407
Impairment	32,839	-
Net cash provided by/(used in) operating activities	625,121	(795,290)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

21. Analysis of cash and cash equivalents

	Group 2020 £	Group 2019 £
Cash in hand	2,206,475	1,575,851
Total cash and cash equivalents	2,206,475	1,575,851

22. Analysis of changes in net debt

	At 1 January 2020 £	Cash flows £	At 31 December 2020 £
Cash at bank and in hand	1,575,851	630,624	2,206,475
	1,575,851	630,624	2,206,475

23. Contingent asset

The Charity has also been notified of a residuary legacy where a reliable valuation of the estate cannot be calculated, and therefore the legacy due to the Charity cannot be made. As the outcome is currently uncertain for this legacy they have not been recognised within the financial statements.