

**THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mrs Y Bannister	
	Mr C Darby ACMA	
	Mrs D Darby	
	Miss S Driscoll	
	Mrs P Grainger	
	Mrs M A Herbert	
	Mrs J E Hodgson	
	Mrs S J Lee	
	Mr P J Picken QPM (Acting Chairman)	
	Mr M J Shellie	
	Dr R Taylor FRCP MBE (President)	
	Mr G Wheeler	
	Mr C S Joyce	
	Mrs M Steadman	
	Mrs J M Cox	
	Mrs Patricia Kelly (Treasurer)	(Appointed 21 June 2021)
	Mrs Christine Titley	(Appointed 29 June 2021)
Charity number	226536	
Principal address	Kidderminster Hospital Bewdley Road Kidderminster Worcestershire United Kingdom DY11 6RJ	
Independent examiner	Azets 1st Floor Cophall House 1 New Road Stourbridge West Midlands United Kingdom DY8 1PH	
Bankers	CAF Bank Ltd PO Box 289 Kings Hill West Malling Kent United Kingdom ME18 4TA	

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

LEGAL AND ADMINISTRATIVE INFORMATION

Solicitors

mfg Solicitors LLP
Adam House
Birmingham Road
Kidderminster
Worcestershire
United Kingdom
DY10 2SH

Investment advisors

Brewin Dolphin
9 Colmore Row
Birmingham
B3 2BJ
United Kingdom

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

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THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

TRUSTEES REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2021

The trustees present their report and financial statements for the year ended 30 September 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's constitution dated 27th March 1963 (redrafted 2nd December 1986), the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The main purpose of the League is to relieve patients and former patients of the Kidderminster Hospitals and other invalids in the community who are sick, convalescent, disabled, handicapped, infirm or in need of financial assistance and generally to support the charitable work of the said Kidderminster Hospitals.

The Trustees have referred to the guidance issued by the Charity Commission on public benefit when reviewing the aims and objectives of the charity and in planning future activities.

Achievements and performance

This year started very different from all the previous 60 plus years that our charity has been in existence. The previous year, ending September 2020 had been affected by the Covid 19 Pandemic with the introduction of severe restrictions to try and keep everyone safe from the effects of the virus and try to reduce the enormous challenging times being experienced by the National Health Service.

The year started with some lifting of restrictions, mainly, to allow general shops to open and some restrictions eased for some businesses in the community, but this did not include National Health Sites due to the vulnerability of patients and safety of staff. We did explore the possibility of our Coffee Shop being able to open, even if for reduced hours or limited services but this was not possible as the Health Service maintained their strict rules to protect patients and Staff. The advice was that persons over 70 were vulnerable and should self-isolate. In these circumstances we were not able to open our Charity Shop in the Town Centre as most of our Volunteers working there, were in that age bracket. Easing of Government Restrictions did not allow our Charity to open our Charity Shop.

The Trustees had not been able to meet in person but had taken advantage of modern technology to communicate with each other and the Charity was led by the Acting Chair, Peter Picken, the Treasurer Jane Collins and the Administrator, Kim Tansell, when not furloughed and so able to work.

Our temporary administrator, Kim Tansell was invaluable during these challenging times, going above and beyond her responsibilities but then left when Natalie Mason returned from her Maternity Leave.

In March 2021 the contract on our Charity Shop, the retail premises in Kidderminster Town Centre came to an end and there were several factors that needed to be considered. The shop had not traded for twelve months, mainly due to the guidelines that over 70's should self-isolate, and it did not seem that that would change soon. We had also experienced difficulties in recruiting sufficient volunteers over the last months of trading before lock-down and the experience in the Town Centre was that 'Charity Shops' in the true sense were not as popular as they had been in past years. The decision was made, not to renew the contract. The shop has permanently closed.

We were able to continue to take advantage of the Furlough Scheme with our administrator being Furloughed for three weeks in the month and working one week to ensure all necessary responsibilities were completed. In anticipation that the Charity would be able to return to normal workings when able to do so.

Our AGM had to be postponed but we were able to circulate our Annual Report and Accounts to all trustees, volunteers, members and other contacts. It was decided we would hold our AGM as soon as the Government Restrictions would permit.

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

During this year our Treasurer Jane Collins resigned due to her leaving the area and we were sorry to see her go. Jane had been an enormous contributor to our charity in so many ways and her long time supporting the Coffee Shop as well as the invaluable time as our Treasurer was recognised. We were fortunate that one of our Coffee Shop Volunteers, Pat Kelly agreed to take on this role and become a Trustee. Pat has a wealth of experience, working in banking during her working life and has shown her commitment to our charity volunteering for some years.

At the same time we were fortunate to recruit Chris Titley as a Trustee. Chris has been a Volunteer with our charity for many years and in addition to other duties, undertakes the valuable role in organising the Coffee Shop Rota.

We were able to consider applications from the various departments of the Hospital and purchase much needed items in accordance with our Charity Aims.

The Coffee Shop is perhaps the most well-known of our activities and has been so for many years and despite not being able to trade, comments were regularly made as to how it is missed. Liaison was maintained with the Acute Trust as to the feasibility of some service but that was not possible during this year. The lack of financial contribution was missed.

With no Coffee Shop, we also missed the sale of second-hand books.

With the Kidderminster Hospital continuing to provide a valuable contribution and service throughout the Pandemic comments were continually made as to how the services we provide, including The Wayfinders, Trolley Service and Support on the Wards, were missed and again liaison continued but these services could not be reintroduced.

We would thank our professional advisors – MFG LLP- Solicitors, Azets – Chartered Accountants and Brewin Dolphin – Investment Advisors, for their services.

We also acknowledge the help and advice offered throughout the year by hospital staff.

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

Financial review

The statement of Financial Activities shows incoming resources for the year of £51,484 and expenditure of £55,021. Reserves standing at £821,966.

Due to COVID restrictions and the continued closure of the coffee shop, limited meetings have been held by the Finance Committee. The last meeting was held on the 3rd of February 2022. It has been agreed that moving forward, meetings will be held quarterly in February, April, July and October with invites extended to Brewin Dolphin for just the April and October meetings.

Our Treasurer, Jane Collins, who held the post since February 2019 has resigned from the position following her relocation to Cardiff. We would like to thank Jane for her considerable hard work and contributions over the years.

It was intended that Kim Tansell would replace Jane as Treasurer, but unfortunately, due to personal circumstances, Kim was unable to take up the position. The role has now been filled by another volunteer, Pat Kelly and all necessary mandates have been completed. Pat has extensive financial experience following a 38 year career in banking.

Due to lockdown, the charity shop was unable to trade, however the rental charge of £1,500 was still payable. Following the expiry of the lease in March 2021, the decision was taken not to renew and the shop was closed down. We would like to thank all the volunteers involved with the shop. Special thanks go to Peter Picken, Sharon Williams, Emily and Lorna who were instrumental in clearing the premises and selling many items online.

Income has been limited to legacies and donations totalling £30,021. In addition, £2,165 was raised so far by Jim Lawson completing a sponsored walk referred to as the 'Jimathon'. We thank Jim for all his efforts together with the volunteers and organisers of the event.

We also extend our thanks to Natalie Mason for her continued hard work in coordinating all office and volunteer requirements as well as supporting our various committees. Thanks also go to Peter Picken for his unwavering support to the various committees during these difficult times.

We continue to receive requests for funding on the Kidderminster site and £5,018 has been paid out to successful applications. A further £29,334 has been earmarked for other requests.

Reserves Policy

This year, the Committee has continued its reserves policy, whereby a substantial portion of the funds is retained and suitably invested. These investments now produce a monthly income stream to support our charity giving in to hospital. Further reserves are now invested with the Charity Aid Foundation to give us a competitive interest rate, and to add flexibility in our daily banking needs.

Investment Policy

Our Investment portfolio with Brewin Dolphin continues to provide a reliable source of income each month, with our reserves standing at £821,966. The portfolio has generated an annual income of £20,112 (an estimated annual yield of 2.7%). The portfolio continues to be managed on a low to moderate risk basis, with a bias towards providing an income return, in line with our long-term investment strategy. A copy of our full Investment Policy can be obtained from the League of Friends office. The Finance committee will review the policy with the investment manager on a Quarterly basis.

The Trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

Plans for the future

The Trustees will continue to review all aspects of the charity finances, so that the objectives of the charity can be maintained.

With the continued uncertainty surrounding the NHS the Trustees will remain mindful of the possible long-term effect on local healthcare.

During the forthcoming year the League will endeavour to enlist the services of more volunteers to assist with our various projects.

Structure, governance and management

The League was established by its constitution dated 27th March 1963 which was redrafted on 2nd December 1986.

The Trustees who served during the year and up to the date of signature of the financial statements were:

Mrs Y Bannister

Mrs J Collins (Treasurer)

(Resigned 25 February 2021)

Mr C Darby ACMA

Mrs D Darby

Miss S Driscoll

Mrs P Grainger

Mrs M A Herbert

Mrs J E Hodgson

Mrs S J Lee

Mr P J Picken QPM (Acting Chairman)

Mr M J Shellie

Dr R Taylor FRCP MBE (President)

Mr G Wheeler

Mr C S Joyce

Mrs M Steadman

Mrs J M Cox

Mrs Patricia Kelly (Treasurer)

(Appointed 21 June 2021)

Mrs Christine Titley

(Appointed 29 June 2021)

New committee members (i.e. Trustees) are people with either medical qualifications, or with a very strong local background. All are elected at our Annual General Meeting, but occasionally serve on a co-opted basis beforehand.

All Trustees are provided with the following:

- History and background information
- A copy of the constitution
- A copy of the previous year's accounts and report
- A copy of the last Board minutes

The administration of the League is normally carried out by a management committee governed by its objectives and rules, meeting monthly to be updated with affairs, and to discuss, examine and decide upon requests for support from hospital units. However, the trustees have been unable to meet since March 2020 due to pandemic restrictions.

During this period, trustees have been consulted on key issues by the acting chairman when appropriate and have been given opportunities to have an input into important decisions.

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

Post Balance Sheet Events

Implications of COVID-19 control measures and charity financial reporting

The activities of the charity were severely affected during the whole of this year due to the Government Restrictions. Although some restrictions were lifted to permit general shops to open, the advice to the Over 70's to continue to self-isolate did not change. This prevented us opening our shop as most of our volunteers are in that age bracket. The monthly rent was £1,500 per month so when the contract came to an end the decision was made not to renew.

The National Health Service did not change their restrictions, so we were not able to open Coffee Shop or provide the other services we provide in Kidderminster Hospital.

The decision was taken to close the Office as often as possible and Furlough the Administrator. This reduced the expenditure to a minimum and we were fortunate that donations continued to be received.

We reduced our expenditure and due to years of prudent management our Investments allowed us to continue to provide funding for some applications received from our donations and reserves.

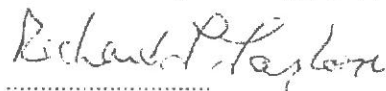
Our Investment Portfolio was well managed and the latest update from Brewin Dolphin, our Investment Advisors show that an estimated gross income yield of 2.7%.

We continue to function as a Charity and we do not have any concerns as to the future sustainability or viability as a going concern and once all the current restrictions are lifted and we are able to resume trading.

Implications of the Ukraine Invasion on our Charity

The Trustees take advice from Brewin Dolphin, Our Investment advisors and ensure our Investment Portfolio is in accordance with our policy. We recognise that in the current situation there is an increase in uncertainty and the risk increased. Due to the broad spread of investments we are not likely to be disadvantaged greatly. History has shown that equities have been resilient during periods of crisis in the past and we continue to take advice from our Independent Financial Advisors.

The Trustees report was approved by the Board of Trustees.



Dr R Taylor FRCP MBE (President)

Trustee

Dated: 14/10/22

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

I report to the Trustees on my examination of the financial statements of The League of Friends of the Kidderminster Hospitals (the charity) for the year ended 30 September 2021.

Responsibilities and basis of report

As the Trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

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

Azets Account Services

Jane Swann BA(Hons) BFP FCA

Azets

1st Floor
Copthall House
1 New Road
Stourbridge
West Midlands
DY8 1PH
United Kingdom

Dated: *14-06-2022*

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 SEPTEMBER 2021

	Notes	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
<u>Income from:</u>					
Donations and legacies	3	30,021	-	30,021	53,650
<u>Other trading activities</u>					
Coffee shop	4	-	-	-	46,305
Kidderminster shop	4	1,351	-	1,351	18,396
Book sales	4	-	-	-	1,324
Investments	5	20,112	-	20,112	20,852
Total income		51,484	-	51,484	140,527
<u>Expenditure on:</u>					
Raising funds	6	6,615	-	6,615	6,475
<u>Other trading expenditure</u>					
Coffee shop	7	21,883	-	21,883	45,249
Kidderminster shop	7	21,505	-	21,505	31,509
<u>Charitable activities</u>					
Equipment grants	7	5,018	-	5,018	102,917
Total trading expenditure		48,406	-	48,406	179,675
Total resources expended		55,021	-	55,021	186,150
Net gains/(losses) on investments	12	84,100	-	84,100	(21,709)
Net movement in funds		80,563	-	80,563	(67,332)
Fund balances at 1 October 2020		712,170	29,233	741,403	808,735
Fund balances at 30 September 2021		792,733	29,233	821,966	741,403

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

BALANCE SHEET

AS AT 30 SEPTEMBER 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	14		2,338		3,508
Investments	15		720,124		635,482
			<u>722,462</u>		<u>638,990</u>
Current assets					
Stocks	17	-		2,229	
Debtors	18	4,711		9,099	
Cash at bank and in hand		100,857		98,672	
		<u>105,568</u>		<u>110,000</u>	
Creditors: amounts falling due within one year	19	(6,064)		(7,587)	
Net current assets			99,504		102,413
Total assets less current liabilities			<u>821,966</u>		<u>741,403</u>
Income funds					
Restricted funds	20		29,233		29,233
<u>Unrestricted funds</u>					
Designated funds	21	200,618		115,892	
General unrestricted funds		592,115		596,278	
		<u>792,733</u>		<u>712,170</u>	
			<u>821,966</u>		<u>741,403</u>

The financial statements were approved by the Trustees on 14 June 2022

Richard L Taylor

Dr R Taylor FRCP MBE (President)
Trustee

Patricia Kelly

Mrs Patricia Kelly (Treasurer)
Trustee

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2021

1 Accounting policies

Charity information

The League of Friends of the Kidderminster Hospitals is a charity established by its constitution dated 27th March 1963 which was redrafted on 2nd December 1986.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's constitution document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements 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 Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

The financial statements have been prepared under the historical cost convention, modified to include certain financial instruments at fair value. The principal accounting policies adopted are set out below.

The charity is a public benefit entity.

1.2 Going concern

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

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Donations, sponsorship money and subscriptions are taken into account when received.

Legacies are recognised as income when it is probable that they will be received.

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

1 Accounting policies

(Continued)

Donated goods to the Second Gear shop are not valued as they are not capable of financial measurement. The income is included in the accounting period in which the gift is sold.

Donated facilities are included in the accounts at a notional figure where the trustees are able to estimate the value of the facilities received.

Government grants are recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Takings from the coffee shop and refreshment trolley are recognised as income when received.

Investment income is credited to the accounts at the time payment is due.

No amount is included in the financial statements for volunteer time in line with the SORP (FRS102). Further detail is given in the Trustees' Annual Report.

1.5 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Cost of raising funds includes the investment management costs.

Other trading expenditure includes costs of trading for fundraising purposes including the charity's Second Gear shops, coffee bar and refreshment trolley.

Expenditure on charitable activities comprise those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both grants payable and those costs of an indirect nature necessary to support them, together with the governance costs.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, these are accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Where grants are conditional relating to performance then the grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and equipment	20% on cost
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Individual assets under £200 are not capitalised.

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

1 Accounting policies

(Continued)

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Stocks

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

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, and other short-term liquid investments with original maturities of three months or less.

1.11 Financial instruments

The charity only has financial assets and liabilities of a kind that qualify as basic financial instruments.

Basic financial instruments are initially recognised at transaction value and subsequently measured at their fair value or settlement value.

1.12 Taxation

The charity is exempt from tax on its charitable activities.

1.13 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.14 Retirement benefits

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

1.15 Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

The trustees do not consider that the financial statements are subject to any significant judgements or key accounting estimates.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	4,183	10,668
Legacies receivable	5,000	16,211
Government grant income	17,338	23,271
Donated goods and services	3,500	3,500
	<u>30,021</u>	<u>53,650</u>

Government grant income

Government grants have been received for the retention of staff during the Covid-19 pandemic and business grants have also been received to support the charity during the Covid-19 pandemic.

Donated goods and services

Donated goods and services consists of rent for the Coffee shop.

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

4 Other trading activities

	Kidderminster shop 2021 £	Coffee shop 2020 £	Kidderminster shop 2020 £	Book sales 2020 £	Total 2020 £
Sales	1,351	45,142	18,396	1,324	64,862
Refreshment trolley	-	1,163	-	-	1,163
	<u>1,351</u>	<u>46,305</u>	<u>18,396</u>	<u>1,324</u>	<u>66,025</u>

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

5 Investments

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Income from listed investments	20,104	20,736
Interest receivable	8	116
	<u>20,112</u>	<u>20,852</u>

6 Raising funds

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
<u>Investment management costs</u>	6,615	6,475
	<u>6,615</u>	<u>6,475</u>

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

7 Other trading expenditure

	Coffee shop	Kidderminster shop	Total 2021	Total 2020
	£	£	£	£
Depreciation and impairment	1,170	-	1,170	1,757
Purchases	3,055	-	3,055	25,655
Rent	3,500	7,500	11,000	18,500
Electricity	-	234	234	1,019
Business rates	152	27	179	1,091
Postage and stationery	12	-	12	41
Cleaning	-	204	204	519
Phone	90	86	176	256
Repairs	-	-	-	121
Insurance	-	-	-	288
Parking permits	-	(450)	(450)	-
Sundry	-	-	-	223
	<u>7,979</u>	<u>7,601</u>	<u>15,580</u>	<u>49,470</u>
Share of support costs (see note 9)	12,069	12,069	24,138	25,088
Share of governance costs (see note 9)	1,835	1,835	3,670	2,200
	<u>21,883</u>	<u>21,505</u>	<u>43,388</u>	<u>76,758</u>
For the year ended 30 September 2020				
Unrestricted funds	45,249	31,509		76,758
	<u>45,249</u>	<u>31,509</u>		<u>76,758</u>

8 Grants payable

	2021	2020
	£	£
Grants to Institutions:		
Wyre Forest Ward - Oxford Hoist	-	2,600
Wyre Forest Ward - Wheel Chairs	-	407
Millbrook Suite Refurbishment	-	35
TB Nurses - Medical Bag	-	172
Ocura - Easy Clean Overchair Table	-	3,535
NHS - Vivid E95 R3	-	92,340
Wyre Forest Ward - 17 High back patient chairs	3,956	-
MIU - Privacy screen	1,062	-
Maternity Hub - Maternity Bags	-	408
Wyre Forest Ward - Physio equipment	-	2,617
Wyre Forest Ward - Chair Overlay	-	803
	<u>5,018</u>	<u>102,917</u>

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

8 Grants payable

(Continued)

All grants payable are hospital appropriations made to Kidderminster Hospitals.

9 Support costs

	Support costs	Governance costs	2021	2020	Basis of allocation
	£	£	£	£	
Staff costs	20,187	-	20,187	20,671	Allocated evenly across activities
Telephone & broadband	646	-	646	664	
Postage and stationery	547	-	547	997	
Sundry	859	-	859	929	
Subscriptions	830	-	830	609	
Travel	-	-	-	77	
Bank charges	87	-	87	246	
Insurance	982	-	982	883	
Advertising	-	-	-	12	
Accountancy fees	-	3,670	3,670	2,200	Governance
	<u>24,138</u>	<u>3,670</u>	<u>27,808</u>	<u>27,288</u>	
Analysed between					
Other trading activities	<u>24,138</u>	<u>3,670</u>	<u>27,808</u>	<u>27,288</u>	

Included in governance costs is the Independent Examiners remuneration which amounts to an Independent Examination fee of £2,760 (2020 - £2,200).

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

11 Employees

Number of employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Administration	2	2

Employment costs

	2021 £	2020 £
Wages and salaries	19,950	20,375
Other pension costs	237	296
	<u>20,187</u>	<u>20,671</u>

There were no employees whose annual remuneration was £60,000 or more.

12 Net gains/(losses) on investments

	Unrestricted funds 2021 £	Unrestricted funds 2020 £
Revaluation of investments	84,504	(47,961)
Gain/(loss) on sale of investments	(404)	26,252
	<u>84,100</u>	<u>(21,709)</u>

13 Taxation

The charity is exempt from tax on its charitable activities.

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

14 Tangible fixed assets

	Plant and equipment £
Cost	
At 1 October 2020	12,194
At 30 September 2021	12,194
Depreciation and impairment	
At 1 October 2020	8,686
Depreciation charged in the year	1,170
At 30 September 2021	9,856
Carrying amount	
At 30 September 2021	2,338
At 30 September 2020	3,508

15 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 October 2020	635,482
Additions	65,779
Valuation changes	84,504
Disposals	(65,641)
At 30 September 2021	720,124
Carrying amount	
At 30 September 2021	720,124
At 30 September 2020	635,482

The fair value of listed investments is determined by reference to the market value as at 30 September 2021 as provided by Brewin Dolphin.

16 Financial instruments	2021 £	2020 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	720,124	635,482

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

17 Stocks

	2021 £	2020 £
Finished goods and goods for resale	-	2,229

18 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Other debtors	4,711	9,099

19 Creditors: amounts falling due within one year

	2021 £	2020 £
Trade creditors	1,530	4,954
Other creditors	4,534	2,633
	6,064	7,587

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

20 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 October 2019	Resources expended ¹	Balance at October 2020	Movement in funds Incoming resources	Balance at 30 September 2021
	£	£	£	£	£
Cardiology department	6,209	(6,209)	-	-	-
Millbrook Suite (League funds)	23,543	-	23,543	-	23,543
Millbrook Suite (other)	4,989	(35)	4,954	-	4,954
Prostate care unit	200	-	200	-	200
Wyre Forest Community unit	294	-	294	-	294
Breast cancer clinic	204	-	204	-	204
Endoscopy department	20	-	20	-	20
Physiotherapy department	2,635	(2,617)	18	-	18
	<u>38,094</u>	<u>(8,861)</u>	<u>29,233</u>	<u>-</u>	<u>29,233</u>

Millbrook Suite

This represents funds to be used in a unit specialising in the treatment of patients suffering from cancer.

Cardiology Department

This represents funds to be used in a unit providing treatment to heart disorders and diseases.

Prostate Care Unit

This represents funds to be used for patients suffering from prostate cancer.

Physiotherapy Department

This represents funds to be used for equipment in the physiotherapy department.

Wyre Forest Community Unit

This represents funds to be used on the Wyre Forest Ward.

Breast Cancer Clinic

This represents funds to be used on the Breast Cancer Clinic.

Endoscopy Department

This represents funds to be used for endoscopy equipment.

THE LEAGUE OF FRIENDS OF THE KIDDERMINSTER HOSPITALS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

21 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 October 2019	Movement in funds Incoming resources	Balance at 1 October 2020	Movement in funds Incoming resources	Balance at 30 September 2021
	£	£	£	£	£
Revaluation reserve	163,852	(47,960)	115,892	84,726	200,618
	<u>163,852</u>	<u>(47,960)</u>	<u>115,892</u>	<u>84,726</u>	<u>200,618</u>

22 Analysis of net assets between funds

	Unrestricted 2021 £	Restricted 2021 £	Total 2021 £	Unrestricted 2020 £	Restricted 2020 £	Total 2020 £
Fund balances at 30 September 2021 are represented by:						
Tangible assets	2,338	-	2,338	3,508	-	3,508
Investments	720,124	-	720,124	635,482	-	635,482
Current assets/ (liabilities)	70,271	29,233	99,504	73,180	29,233	102,413
	<u>792,733</u>	<u>29,233</u>	<u>821,966</u>	<u>712,170</u>	<u>29,233</u>	<u>741,403</u>

23 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021 £	2020 £
Within one year	-	3,750

24 Related party transactions

There were no disclosable related party transactions during the year (2020 - none).