

Charity number: 233705 and SC 044510
Company Registration No. 00814000 (England and Wales)

THE MEDICALERT FOUNDATION

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

THE MEDICALERT FOUNDATION

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THE MEDICALERT FOUNDATION

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

Trustees	Mr N Burbidge Mr D Churchill Ms M Finn Mr I Fleming (Chair) Mr S Galliano Ms S Hall Ms C Sheridan Mr J Tennent Ms C Willis
Charity registered number	233705 and SC044510
Company number	00814000
Principal office	Suite 1, Liscombe South Liscombe Park Soulbury Leighton Buzzard LU7 0JL
Independent auditors	MHA MacIntyre Hudson Chartered Accountants Moorgate House 201 Silbury Boulevard Milton Keynes Buckinghamshire MK9 1LZ

THE MEDICALERT FOUNDATION

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees present their report and financial statements for the year ended 31 December 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 2 to the financial statements and comply with the Charity's governing document, the Companies Act 2006 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)" (effective from 1 January 2019)

Objectives and activities

The objectives of MedicAlert, as stated in its Memorandum of Association, are: "...the relief of sickness including (without prejudice to the generality of the foregoing) by communicating personal and medical information on behalf of its members to medical and emergency professionals and by providing a means whereby its Members may be identified as those to whom such information held by it relates for the benefit of the general public and to save and protect lives..."

Since 1964, The MedicAlert Foundation (MedicAlert®) has provided, in the UK and Republic of Ireland, an emergency identification system for individuals with medical conditions and allergies. Since inception, more than 300,000 MedicAlert members, people with conditions such as diabetes, epilepsy or allergies, those who take medications, have mental health issues or have for example received an organ transplant, have benefited from the reassurance and protection MedicAlert's life-saving system provides.

The MedicAlert Foundation is the only "not-for-profit" registered charity that provides such a life-saving service in the UK and the Republic of Ireland; this takes the form of a full medical record and medical ID jewellery. Each member receives a disc (usually worn as a bracelet or necklace) bearing the MedicAlert symbol and engraved with the wearer's main medical condition(s) or vital details, a personal ID number and a 24-hour emergency telephone number that enables access to their full details from anywhere in the world in over 100 languages and dialects. All medical details are checked by Registered Nurses on joining and if they are changed subsequently.

The Trustees have paid due regard to guidance issued by The Charity Commission in deciding what activities the Charity should undertake.

For further information visit www.medicalert.org.uk or call 01908 951045

THE MEDICALERT FOUNDATION

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

Review of activity

During the pandemic, MedicAlert operated as an essential service supporting our members, and the NHS. Whilst 2021 was another challenging year for MedicAlert the Charity was fully operational throughout with no change or impact on availability or member service. In any regard, the 24/7 emergency service is designed to always be available. The continuation of the pandemic created difficult economic conditions which impacted on our ability to engage with potential recommenders, partners and sponsors.

In this challenging environment, income from membership and product sales declined this year. This represents an area of ongoing focus of management attention as we work to continue to increase overall membership. Year end membership numbers were just below 40,000.

The projects, as set out in Plans for the Future in the 2020 accounts, were all completed, including as follows:

We successfully negotiated the changing legislation related to Brexit;. These changes impacted both our provision of products and a number of our supplier relationships. There was no resulting impact on members.

We ensured the safety of our staff during the pandemic through flexible working and our risk assessment/mitigation approach, ensuring our approach was in line with official pandemic guidelines and restrictions as they changed.

Our MedicAlert Protection Project portfolio was nurtured and grown during the year, allowing us to support more people who may not be otherwise aware or able to access the service themselves. We increased the number of partners working with us on these projects and were pleased to include two NHS Trusts as new partners, providing access to our service to their staff and volunteers living with medical conditions.

Improvements in the experience of and service provided to existing members were developed to ensure the service benefits are fully experienced and encourage membership renewal. We have focussed on the experience of new members over their first two years to improve engagement, awareness of the service benefits and thereby improve rates of retention.

We undertook a Business Continuity exercise during the year. A challenging scenario was generated by the Trustees. Staff were observed as to how they reacted and planned, in order to address the situation. The Trustees were impressed with the flexibility, depth of knowledge and ability to effectively prioritise; some minor amendments were made to the Business Continuity planning documentation.

We have continued to ensure compliance with GDPR regulations and guidance through regular reviews; process and system improvements have data protection as a key consideration. This ensures our valuable and sensitive member data is kept safe and secure at all times whilst still being available, as required.

Automated tools were used to generate improvements in management reporting, reducing the time spent creating reports and improving the quality of the data and information available to support decision making and progress tracking.

The flexibility and resilience of the organisation have been improved through the generation of skills assessment, tracking and development, and process mapping and documentation. These initiatives have improved the approach to training and personal development reviews for staff. Additionally, our planning and project tracking has been moved to a system now used by most staff to plan and track work related to business objectives.

THE MEDICALERT FOUNDATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021 (continued)

With the recruitment of a new Business Development Manager we were able to extend the number of discussions and engagement with potential partners, recommenders and sponsors. Some of these discussions have been slower than expected during this second year of the pandemic with many colleagues in other organisations maintaining a strong internal focus. We have focussed on improving the awareness of MedicAlert and the services we offer amongst those who could benefit. Although these activities were effective and progress was made, we are aware that these approaches will need to be continued and developed over time in order to be successful in achieving increased membership and revenue.

We provide our service at an affordable cost. We are keen to support vulnerable groups and those who have found it difficult to access our service, as follows:

- The Goodwill Project supports vulnerable individuals experiencing financial difficulties. This includes families with multiple members requiring membership, elderly members struggling during retirement and children within low income families. This scheme is made possible by the kind donations of MedicAlert members and friends.
- Continuing to provide educational resources free of charge, to support the training and awareness of healthcare professionals, emergency services, first aid trainees, St John Ambulance staff, patient support groups, schools and universities, community projects and more.
- Kindly sponsored by Lions Clubs International our Early Start Programme protects vulnerable children living with medical conditions or allergies. The programme provides free MedicAlert membership until their 10th birthday, along with a medical ID.
- Supporting Aberdeen Royal Infirmary, with local patients in the area benefiting from a year's membership and their first piece of ID jewellery. This scheme has been kindly sponsored by the local council.
- Supporting those with Vascular Ehlers-Danlos Syndrome. Those diagnosed with Vascular EDS who join Annabelle's Challenge, are entitled to FREE MedicAlert UK membership for 12 months as well as a contribution towards their first piece of ID jewellery. MedicAlert also provides a % discount for them to use when purchasing additional pieces of ID jewellery.
- Supporting children and young people at Royal Brompton and Harefield hospitals. The Brompton Fountain and MedicAlert Protection Project provides a year of free MedicAlert membership, along with a piece of medical ID jewellery. This scheme is funded by The Brompton Fountain, with a discount provided by MedicAlert, to enable the charity's funds to go further and support more patients.
- Heartline Families, supporting children living with heart conditions, this project provides a year of free membership and a monetary jewellery credit. It is part-funded by the National Lottery Community Fund
- Jon Shaw Foundation. We have partnered with the Jon Shaw Foundation to sponsor people living with Epilepsy and give one year free MedicAlert membership and a credit off an ID.
- North Staffordshire & Buckinghamshire NHS Trusts - MedicAlert membership is fully sponsored for 3 years for all NHS Trust staff living with medical conditions, with a free medical ID up to a monetary limit per person.

The Trustee committee structure provided support to the CEO with regular meetings for each committee during the year to feed into Board meetings.

THE MEDICALERT FOUNDATION

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

Financial review

In recognising all costs within the year, the final outcome was a surplus of £242,558 (2020: £389,730) for the year. This was due to continued cost control and some stabilisation in income, resulting from actions taken during the year.

Trading and voluntary income totalled £1,328,725 (2020: £1,452,126); this included legacies of £33,337 (2020: £111,310) received during the year.

Reserves policy

The Board of Trustees reviewed the reserves policy during the year. The Trustees agreed that the level of free reserves should be at a level equivalent to the outstanding property lease commitments, plus 6 to 9 months of other operating costs less deferred membership income.

Free reserves are defined as total reserves less restricted and designated funds. The designated funds relate to the value of fixed assets used for charitable purposes and matched funding for the Early Start Programme and are not freely available for use by the Charity.

Total funds held increased to £1,375,947 at the end of 2021, from £1,133,389 in 2020.

This included a balance of £11,511 in restricted funds (2020: £18,589), £209,285 in designated funds (2020: £175,213) and free reserves at the year end were therefore £1,155,151 (2020: £939,587), equivalent to the outstanding property lease costs plus 10 months of other operating costs less deferred income. Trustees plan to use the excess free reserves over the short to medium term.

Risk

The Trustees identify and regularly review the major risks to which the charity is exposed and have established appropriate policies, systems and procedures to mitigate known risks and to anticipate further risks that may arise. The Trustees believe that implementation of agreed actions and procedures will significantly reduce the probability and the impact of these risks.

The sustainability in both membership and product income remains the key long term risk to the sustainability of the charity.

Plans for the future

Our focus for 2022 is firmly on increasing awareness of medical IDs and MedicAlert, identifying and engaging with organisations who share our ethos and objectives to work together to attract new members, improve our service and support those who need assistance to access our service. We are hopeful that the restrictions and internal focus of the past few years will be behind us and we will find it easier to develop relationships. This work will increase general awareness of the benefits of a medical ID service in keeping people safe and encouraging them to be active, supporting the NHS by improving triage and early treatment in emergencies and supporting new members to improve their safety, peace of mind and general wellness through increased activity.

THE MEDICALERT FOUNDATION

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

We will be improving our approach to business development and interaction with potential partners to develop the effectiveness of our engagement. We will look to extend our reach by investigating the social media approaches that could benefit us. This may involve working with individuals and organisations in new ways; we will be seeking expert advice and guidance to support this work across many audiences and platforms. We will remain flexible and open to new ways of working with third parties to progress the strategic objectives of the charity. We believe this will allow us to better reach people who are living with medical conditions or care for such people.

We will work with specialists to identify and implement ways to increase awareness of medical IDs and MedicAlert. We will seek opportunities to speak about the challenges of those living with medical conditions and their families and join in related debates on all platforms. We will develop awareness of the value the 'peace of mind' provides to our members, seeking examples, research and a variety of media to support this understanding.

We will continue to develop our MedicAlert Protection Project portfolio to allow us to support more people who may not be otherwise aware or able to access the service themselves. We will be actively seeking partners who can identify and access groups requiring support and/or offer sponsorship to establish the projects. We aim to build on our NHS relationships, improving their number and depth to ensure we are supporting the important work of hospitals and illness specific clinics. We have always found a way to support members who require our service and will continue to do so.

We will launch a phone app to support our service and provide members with another way to store and access their medical records to support them in daily life and emergencies. This app will provide a platform for potential extension and increased service in future years. This will allow our members to feel more connected to us and have easy access to their medical details when they need them.

We will review our provision of front line member engagement to ensure an excellent quality service provision which effectively supports our members when they need us; to make changes to their records, order additional medical IDs, update information and renew their annual membership. We will aim to increase the resilience and flexibility of the way we deliver this part of our service.

We will continue to improve the experience of and service provided to existing members to ensure the service benefits are experienced and encourage membership renewal. A combination of increasing retention levels and new member recruitment will create membership number stability and growth.

We will continue to develop the organisation, increasing flexibility and resilience. We will continue to build skill levels, implement good process documentation, management and improvement approaches and embed a learning culture and single team approach to support these elements.

We will continue to reduce our impact on the environment, in line with our Environment Policy, reducing waste and selecting suppliers carefully.

Our recruitment of Trustees and staff will continue to encourage and support equality, diversity and inclusion in the organisation, as we have done for many years.

The Trustee committee structure will continue to support the CEO with regular meetings for each committee during the year to feed into Board meetings.

THE MEDICALERT FOUNDATION

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

Structure, governance and management

The MedicAlert Foundation is a company limited by guarantee and is governed by a Board of voluntary, Non Executive Directors (referred to as the Trustees or the Directors), operating under the Memorandum and Articles of Association and with a schedule of matters reserved for the Board's decision.

The Board comprises members whose diverse experience, skills and independent perspective provide an effective knowledge base to direct MedicAlert Foundation's activities.

The Board takes overall responsibility for the strategic direction of the charitable company and delegates operational implementation of strategic decisions to the CEO. It meets regularly to lead, control and monitor MedicAlert Foundation's overall performance. The CEO and senior management supply the Board with information and attend Board and Committee meetings as required.

The senior management team comprises the CEO, Operations Manager and Financial Controller.

Each of the senior staff holds appropriate levels of budget within the main budget, which is approved annually by the Board and governed by the Delegated Authority and Sign-off policy to enable them to implement the sections of the strategic plan delegated to them. Any deviations from the plan or budget require the approval of the CEO, and significant deviations or proposals are taken to the Board for discussion and decision.

The MedicAlert Foundation is an affiliate of The MedicAlert Foundation United States (MAFUS) based in California, USA. The MedicAlert Foundation operates in the UK and the Republic of Ireland under licence from MAFUS for the use of their trademarks and logos, at an agreed percentage fee of trading income generated using those trademarks and logos, within a set of International Standards of Operation.

The Board is comprised of the key personnel of the Charity in charge of directing and controlling the Foundation. All Directors give of their time freely and no Director received remuneration in the year. Details of Directors expenses and related party transactions are disclosed in the notes to the accounts.

The Trustees, who are also the Directors for the purpose of company law, and who served during the year of the financial statements and up to the date of signing this Trustees' report were:

Mr N Burbidge	(appointed 22nd February 2021)
Mr D Churchill	(appointed 22nd February 2021)
Ms M Finn	(appointed 22nd February 2021)
Mr I Fleming	(appointed 22nd February 2021) (Chair)
Mr S Galliano	(reappointed 30th June 2021)
Ms S Hall	
Mr I Henderson	(completed term of office 28th November 2021)
Mrs J Hill	(completed term of office 1st April 2022)
Ms H Newman	(completed term of office 3rd February 2022)
Ms C Sheridan	(reappointed 30th June 2021)
Mr J Tennent	(appointed 12th November 2021)
Ms C Willis	

THE MEDICALERT FOUNDATION

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

Trustee recruitment

Trustees are recruited via open advertisement on MedicAlert Foundation's website, in public and professional media and in MedicAlert Foundation's newsletters using an inclusive skills-based approach with job descriptions and person specifications. Applicants are then interviewed by a minimum of two current Trustees and if successful are then nominated for election by the whole Board.

None of the Trustees has any beneficial interest in the company. All of the Trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Trustee training

New trustees are supplied with a comprehensive induction pack, and undergo an induction day. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

Statement of Trustees Responsibility

The Trustees, who are also the directors of The MedicAlert Foundation for the purpose of company law, are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). Company Law requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the MedicAlert Foundation and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year. In preparing these accounts, 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 Company will continue in business.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the MedicAlert Foundation and enable them to ensure that the accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the MedicAlert Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

MHA MacIntyre Hudson were reappointed as auditors at the AGM on 8th September 2021. A 3-year term was agreed from March 2020 which can be ended by either party with the appropriate notice.

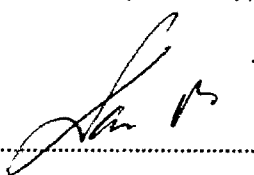
THE MEDICALERT FOUNDATION

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

Public benefit

The Trustees confirm that they have referred to the guidance in the Charities Commission's general guidance on public benefit when reviewing the charity's aims and objectives and when planning future activities and confirm that they are satisfied that public benefit is at the heart of MedicAlert Foundation's activities. They are satisfied that MedicAlert Foundation meets the requirements and conforms with the Act's definition of a charitable company, being established for a recognised charitable purpose - the advancement of health or the saving of lives and is for the public benefit - meeting all elements of the two key principles.

The Trustees' report was approved by the Board of Trustees.


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Dated: 8/6/22
.....

Mr Ian Fleming
Chair of Trustees

THE MEDICALERT FOUNDATION

INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS

Opinion

We have audited the financial statements of The MedicAlert Foundation (the charity) for the year ended 31 December 2021 which comprise the statement of financial activities, the Balance sheet, the 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).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2021 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; 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 charitable company 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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

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INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS (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
- sufficient accounting records have not been kept; or
- the 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 (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 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

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INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS (continued)

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:

- Audit work performed over key risk areas such as management override and reviewing of accounting estimates for bias.
- Further review of financial statements disclosures to ensure accounting policies have been correctly followed.
- Enquiry of management and those charged with governance around any legal claim.

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 charitable company'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 charitable company'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 charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



MHA MacIntyre Hudson
Chartered Accountants
Statutory Auditors
Milton Keynes

Date: 27/6/2022

MHA MacIntyre Hudson are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

THE MEDICALERT FOUNDATION

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

		Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £ Restated
	Note				
Income from:					
Donations, legacies and grants	4	133,941	1,840	135,781	216,017
Other trading activities	5	1,192,877	-	1,192,877	1,232,116
Investments	6	<u>67</u>	<u>-</u>	<u>67</u>	<u>3,993</u>
Total income		<u>1,326,885</u>	<u>1,840</u>	<u>1,328,725</u>	<u>1,452,126</u>
Expenditure on:					
Charitable activities	7	<u>(1,077,249)</u>	<u>(8,918)</u>	<u>(1,086,167)</u>	<u>1,062,396</u>
Total expenditure		<u>(1,077,249)</u>	<u>(8,918)</u>	<u>(1,086,167)</u>	<u>1,062,396</u>
Net movement in funds		<u>249,636</u>	<u>(7,078)</u>	<u>242,558</u>	<u>389,730</u>
Reconciliation of funds:					
Total funds brought forward		1,114,800	18,589	1,133,389	743,659
Net movement in funds		<u>249,636</u>	<u>(7,078)</u>	<u>242,558</u>	<u>389,730</u>
Total funds carried forward		<u>1,364,436</u>	<u>11,511</u>	<u>1,375,947</u>	<u>1,133,389</u>

The Statement of financial activities includes all gains and losses recognised in the year.
The notes on pages 18 to 38 form part of these financial statements.

THE MEDICALERT FOUNDATION

**BALANCE SHEET
AS AT 31 DECEMBER 2021**

		2021		2020	
	Note	£	£	£	£
					Restated
Fixed assets					
Intangible assets	11	127,224		134,230	
Tangible assets	12	77,681		29,126	
Investments	13	<u>100</u>		<u>100</u>	
		205,005		163,456	
Current assets					
Stocks	14	49,297		54,561	
Debtors	15	16,595		19,865	
Cash at bank and in hand	16	<u>1,409,531</u>		<u>1,247,887</u>	
		1,475,423		1,322,313	
Creditors: amounts falling due within one year	17	<u>(304,481)</u>		<u>(335,100)</u>	
Net current assets		1,170,942		987,213	
Total asset less current liabilities		1,375,947		1,150,669	
Creditors: amounts falling due after more than one year	18	-		(17,280)	
Total net assets		1,375,947		1,133,389	
Charity funds					
Restricted funds	21	11,511		18,589	
Unrestricted funds	21	<u>1,364,436</u>		<u>1,114,800</u>	
Total funds		1,375,947		1,133,389	

THE MEDICALERT FOUNDATION

**BALANCE SHEET
AS AT 31 DECEMBER 2021 (CONTINUED)**

The entity was entitled to exemption from audit under section 477 of the Companies Act 2006.

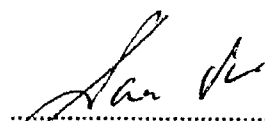
The members have not required the entity to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

However, an audit is required in accordance with section 144 of the Charities Act 2011.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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

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



.....
Mr I Fleming
Chair of Trustees

Date: 8/6/22

Company Registration No. 00814000

The notes on pages 18 to 38 form part of these financial statements.

THE MEDICALERT FOUNDATION

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

	Note	2021	2020
		£	£
Cash flows from operating activities			
Net cash used in operating activities	23	<u>263,748</u>	<u>443,423</u>
Cash flows from investing activities			
Purchase of fixed assets		(106,056)	(48,052)
Proceeds from disposal of fixed assets		3,885	-
Interest received		<u>67</u>	<u>591</u>
Net cash used in investing activities		<u>(102,104)</u>	<u>(47,461)</u>
Change in cash and cash equivalents in the year		161,644	395,962
Cash and cash equivalents at the beginning of the year		<u>1,247,887</u>	<u>851,925</u>
Cash equivalents at the end of the year		<u>1,409,531</u>	<u>1,247,887</u>

The notes on pages 18 to 38 form part of these financial statements

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

1. General information

The MedicAlert Foundation is a private company limited by guarantee incorporated in England and Wales. The registered office is Suite 1, Liscombe South, Liscombe Park, Soulbury, Leighton Buzzard, LU7 0JL.

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 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) 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.

The MedicAlert Foundation 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.

2.2 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.

2.3 Charitable Funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

THE MEDICALERT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)

2. Accounting policies (continued)

2.3 Charitable funds (continued)

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.

2.4 Income

Income from donations

Income from donations includes money from members and third parties. It is recognised when it is received and is added to restricted funds or unrestricted funds as appropriate. Gift Aid is claimed thereon where a valid Gift Aid declaration is held and is accounted for on a receivable basis.

Income from legacies

Legacies are recognised when entitlement to the income exists, it is probable that the legacy will be received, and the amount can be estimated with sufficient accuracy. Receipt is determined as probable where probate has been granted and the executors of the estate have established that there are sufficient assets in the estate, after settling any liabilities, to pay the legacy, and any conditions attached to the legacy are within MedicAlert's control or have been met.

Income from sales within charitable activities

Income from sales within charitable activities includes annual subscriptions from members and sales of jewellery to members. Income from member subscriptions is treated as having separately identifiable components for membership renewal and servicing of the annual membership. Income is recognised immediately in the Statement of Financial Activities to the extent that it relates to membership renewal, with the balance recognised over the membership year to reflect servicing of the membership. Sales of jewellery are recognised once payment has been received and the products have been dispatched.

Investment income

Investment income includes interest on bank deposits and is recognised in the period in which it is earned.

Other income

Other income includes the sale of scrap jewellery components. It is recognised once it becomes probable that the income will be received, and it can be measured with reasonable accuracy.

THE MEDICALERT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)

2. Accounting policies (continued)

2.5 Resources expended

Expended resources are recognised in the period in which they are incurred.

2.6 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 Charity's objectives, as well as any associated support costs. All expenditure is inclusive of irrecoverable VAT.

The company operates a defined contribution pension plan. Pension costs for eligible employees are charged to expenditure as they are incurred.

2.7 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.

2.8 Intangible fixed assets and amortisation

Intangible fixed assets are amortised over a period of 5 years from date of commissioning, unless an earlier decommissioning or replacement date is planned.

2.9 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.

THE MEDICALERT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)

2. Accounting policies (continued)

2.9 Tangible fixed assets (continued)

The cost or valuation of assets, less any residual value, is depreciated on the following basis:

Short-term leasehold property	- Straight line over the lower of 60 years, lease time or time until anticipated replacement date.
Plant and machinery	- 12.5% to 20% of cost less residual value
Computer equipment	- 20% of cost less residual value
Other fixed assets	- 25% of cost less residual value

The gain or loss arising on the disposal of an asset is determined as the difference between any sale proceeds and the carrying value of the asset, and is recognised in the year of disposal.

2.10 Investments

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

2.11 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.

2.12 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.

2.13 Cash at bank and in hand

Cash at bank and in hand includes cash and investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account, and fixed term deposits of up to two years with financial institutions. See note 16 for further details.

THE MEDICALERT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)

2. Accounting policies (continued)

2.14 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 Statement of financial activities as a finance cost.

2.15 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.

2.16 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.

THE MEDICALERT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)

3. 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 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.

4. Income from donations, legacies and grants

	Unrestricted funds 2021	Restricted funds 2021	Total funds 2021
	£	£	£
Donations	100,604	1,840	102,444
Legacies	33,337	-	33,337
	<u>133,941</u>	<u>1,840</u>	<u>135,781</u>

Prior year

	Unrestricted funds 2020	Restricted funds 2020	Total funds 2020
	£	£	£
Donations	90,702	8,890	99,592
Legacies	111,310	-	111,310
Furlough grant claim	5,115	-	5,115
	<u>207,127</u>	<u>8,890</u>	<u>216,017</u>

THE MEDICALERT FOUNDATION

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

5. Income from charitable activities

	Unrestricted funds 2021 £	Total funds 2021 £	Unrestricted funds 2020 £	Total funds 2020 £
			Restated	Restated
Sales within charitable activities	<u>1,192,877</u>	<u>1,192,877</u>	<u>1,232,116</u>	<u>1,232,116</u>

6. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £	Unrestricted funds 2020 £	Total funds 2020 £
Interest receivable	67	67	591	591
Other income	<u>-</u>	<u>-</u>	<u>3,402</u>	<u>3,402</u>
	<u>67</u>	<u>67</u>	<u>3,993</u>	<u>3,993</u>

7. Analysis of expenditure on charitable activities

Summary by fund type - current year

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Charitable expenditure	1,069,450	8,918	1,078,368
Governance costs	<u>7,799</u>	<u>-</u>	<u>7,799</u>
	<u>1,077,249</u>	<u>8,918</u>	<u>1,086,167</u>

THE MEDICALERT FOUNDATION

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

7. Analysis of expenditure on charitable activities (continued)

Summary by fund type - prior year

	Unrestricted funds 2020	Restricted funds 2020	Total funds 2020
	£	£	£
Charitable expenditure	1,047,160	2,266	1,049,426
Governance costs	12,970	-	12,970
	<u>1,060,130</u>	<u>2,266</u>	<u>1,062,396</u>

8. Analysis of expenditure by activities

Current year

	Activities undertaken directly	Support costs	Total funds 2021
	£	£	£
Charitable expenditure	630,355	448,013	1,078,368
Governance costs	-	7,799	7,799
	<u>630,355</u>	<u>455,812</u>	<u>1,086,167</u>

Prior year

	Activities undertaken directly	Support costs	Total funds 2020
	£	£	£
Charitable expenditure	700,349	349,077	1,049,426
Governance costs	-	12,970	12,970
	<u>700,349</u>	<u>362,047</u>	<u>1,062,396</u>

THE MEDICALERT FOUNDATION

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

8. Analysis of expenditure by activities (continued)

Analysis of direct costs

	Unrestricted funds 2021	Total funds 2021	Unrestricted funds 2020	Total funds 2020
	£	£	£	£
Staff costs	218,679	218,679	234,719	234,719
Depreciation and impairment	57,789	57,789	47,306	47,306
Activities undertaken directly	<u>353,887</u>	<u>353,887</u>	<u>418,324</u>	<u>418,324</u>
	<u>630,355</u>	<u>630,355</u>	<u>700,349</u>	<u>700,349</u>

Analysis of support costs - current year	Support costs 2021	Governance costs 2021	Total funds 2021
	£	£	£
Travel and subsistence	12	-	12
Legal and professional	2,078	7,799	9,877
Administration and office costs	53,192	-	53,192
Indirect employment	149,933	-	149,933
Communications	205,120	-	205,120
Premises costs	34,453	-	34,453
Depreciation	<u>3,225</u>	<u>-</u>	<u>3,225</u>
	<u>448,013</u>	<u>7,799</u>	<u>455,812</u>

THE MEDICALERT FOUNDATION

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

8. Analysis of expenditure by activities (continued)

Analysis of support costs - prior year	Support costs	Governance costs	Total funds
	2020	2020	2020
	£	£	£
Travel and subsistence	135	246	381
Legal and professional	-	12,724	12,724
Administration and office costs	53,050	-	53,050
Indirect employment	154,529	-	154,529
Communications	109,507	-	109,507
premises costs	30,184	-	30,184
Depreciation	1,672	-	1,672
	<u>349,077</u>	<u>12,970</u>	<u>362,047</u>

9. Staff Costs

	2021	2020
	£	£
Wages and salaries - charitable activities	218,679	234,719
Wages and salaries - support costs	<u>293,132</u>	<u>277,782</u>
	<u>511,811</u>	<u>512,501</u>

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

	2021	2020
	No.	No.
Average number of employees	<u>18</u>	<u>18</u>

THE MEDICALERT FOUNDATION

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

9. Staff Costs (continued)

	2021	2020
	£	£
Wages and salaries	452,063	454,697
Social security costs	43,504	36,833
Other pension costs	16,244	20,971
	<u>511,811</u>	<u>512,501</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2021	2020
	No.	No.
In the band £80,001 - £90,000	<u>1</u>	<u>-</u>
In the band £90,001 - £100,000	<u>-</u>	<u>1</u>

Remuneration of key management personnel

	2021	2020
	£	£
Aggregate compensation	<u>163,201</u>	<u>177,144</u>

THE MEDICALERT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)

10. 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 £nil were reimbursed or paid directly to Trustees (2020: £246)

11. Intangible Fixed Assets

	Website and Maisie database
Cost	£
At 1 January 2021	207,778
Additions	<u>35,788</u>
At 31 December 2021	<u>243,566</u>
 Depreciation	
At 1 January 2021	73,548
Additions	<u>42,794</u>
At 31 December 2021	<u>116,342</u>
 Net book value	
At 31 December 2021	<u>127,224</u>
At 31 December 2020	<u>134,230</u>

THE MEDICALERT FOUNDATION

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

12. Tangible Fixed Assets

	Plant and machinery	other fixed assets	Total
	£	£	£
Cost			
At 1 January 2021	69,737	84,198	153,935
Additions	47,372	22,896	70,268
Disposals	<u>(7,495)</u>	<u>(10,377)</u>	<u>(17,872)</u>
At 31 December 2021	<u>109,614</u>	<u>96,717</u>	<u>206,331</u>
Depreciation			
At 1 January 2021	58,223	66,586	124,809
Additions	8,545	9,676	18,221
Appropriated on disposal	<u>(4,004)</u>	<u>(10,376)</u>	<u>(14,380)</u>
At 31 December 2021	<u>62,764</u>	<u>65,886</u>	<u>128,650</u>
Net book value			
At 31 December 2021	<u>46,850</u>	<u>30,831</u>	<u>77,681</u>
At 31 December 2020	<u>11,514</u>	<u>17,612</u>	<u>29,126</u>

THE MEDICALERT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)

13. Fixed Asset Investments

	Investments in subsidiary companies £
Cost or valuation	
At 1 January 2021 and 31 December 2021	100
Net book value	
At 1 January 2021 and 31 December 2021	100

Principal subsidiaries

The following was a principal subsidiary of the Charity:

Name	Registered office or principal place of business	Principal activity	Class of shares	Holding	Included in consolidation
Medicalert Trading Limited	United Kingdom	Non-trading company	ordinary	100%	No

14. Stocks

	2021 £	2020 £
Components and samples	49,297	54,561

15. Debtors

	2021 £	2020 £
Due within one year		
Trade debtors	-	53
Other debtors	480	-
Prepayments and accrued income	16,115	19,812
	16,595	19,865

THE MEDICALERT FOUNDATION

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

16. Cash at bank and in hand

	2021	2020
	£	£
Financial assets measured at fair value through income and expenditure	<u>1,409,531</u>	<u>1,247,887</u>

Financial assets measured at fair value through income and expenditure comprises cash held at bank and in hand.

Financial assets includes fixed term deposits crystallising within one year of £85,000 (2020: £nil) and fixed term deposits crystallising between one and two years of £84,000 (2020: £nil)

17. Creditors: Amounts falling due within one year

	2021	2020
	£	£
		Restated
Trade creditors	39,761	38,821
Other taxation and social security	39,304	45,287
Provision for Early Start Programme	-	7,747
Other creditors	5,258	4,751
Accruals and deferred income	220,158	238,494
	<u>304,481</u>	<u>335,100</u>

18. Creditors: Amounts falling due after more than one year

	2021	2020
	£	£
Provision for Early Start Programme	<u>-</u>	<u>17,280</u>

THE MEDICALERT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)

19. Restricted funds

Restricted funds comprises the following unexpended balances of donations and grants held on trust for specific purposes:

	At 1 January 2021	Income	Expenditure	Transfers in/out	At 31 December 2021
	£	£	£	£	£
Early start programme	18,589	1,200	(8,918)	-	10,871
John Shaw foundation programme	-	640	-	-	640
	<u>18,589</u>	<u>1,840</u>	<u>(8,918)</u>	<u>-</u>	<u>11,511</u>

Early Start Programme Fund

Generous support from Lions Clubs International in British Isles is focused on our Early Start Programme, which sponsors the membership of children up to the age 10. The Charity provides guaranteed free membership to those within this programme. When applicants from the waiting list are enrolled the guarantee of free membership is recognised by providing the full obligation of membership up to the member's 10th birthday. The Charity designated match funding for donations received from Lions for the Early Start Programme in 2021, and the costs of the programme this year have been charged to the restricted and designated funds accordingly.

John Shaw Programme Fund

MedicAlert have partnered with the John Shaw Foundation to sponsor people living with epilepsy. Successful applicants receive one year free membership and a credit against the cost of an ID.

THE MEDICALERT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)

20. 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:

	At 1 January 2021 £	Resources expended £	Transfers £	At 31 December 2021 £
Fixed assets	163,356	-	41,549	204,905
Early Start Programme	11,857	-	(7,477)	4,380
	<u>175,213</u>	<u>-</u>	<u>34,072</u>	<u>209,285</u>

Fixed assets

The Trustees have designated funds equal to the value of fixed assets used for charitable purposes. This recognises that these funds are not freely available for use in meeting the liabilities of the Charity or achieving its charitable objectives

Early Start Programme

For explanation of designated funding for this programme see note 19

21. Statement of funds

	At 1 January 2021 £	Income £	Expenditure £	Transfers in/out £	At 31 December 2021 £ Restated
Unrestricted funds					
Designated funds					
Fixed assets	163,356	-	-	41,549	204,905
Early start programme	<u>11,857</u>	<u>-</u>	<u>-</u>	<u>(7,477)</u>	<u>4,380</u>
	175,213	-	-	34,072	209,285

THE MEDICALERT FOUNDATION

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

21. Statement of funds (continued)

General funds

General funds - all funds	<u>939,587</u>	<u>1,326,885</u>	<u>(1,077,249)</u>	<u>(34,072)</u>	<u>1,155,151</u>
Total unrestricted funds	1,114,800	1,326,885	(1,077,249)	-	1,364,436

Restricted funds

John Shaw Foundation	-	640	-	-	640
Early Start Programme	<u>18,589</u>	<u>1,200</u>	<u>(8,918)</u>	<u>-</u>	<u>10,871</u>
	18,589	1,840	(8,918)	-	11,511
Total funds	<u>1,133,389</u>	<u>1,328,725</u>	<u>(1,086,167)</u>	<u>-</u>	<u>1,375,947</u>

Prior year

	At 1 January 2020	Income	Expenditure	Transfers in/out	At 31 December 2020
	£	£	£	£	£
					Restated
Unrestricted funds					
Designated funds					
Fixed assets	164,282	-	-	(926)	163,356
Early start programme	<u>9,675</u>	<u>-</u>	<u>(2,266)</u>	<u>4,448</u>	<u>11,857</u>
	173,957	-	(2,266)	3,522	175,213

THE MEDICALERT FOUNDATION

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

21. Statement of funds (continued)

General funds

General funds - all funds	<u>557,737</u>	<u>1,438,121</u>	<u>(1,052,749)</u>	<u>(3,522)</u>	<u>939,587</u>
Total unrestricted funds	731,694	1,438,121	(1,055,015)	-	1,114,800

Restricted funds

Early Start Programme	<u>11,965</u>	<u>8,890</u>	<u>(2,266)</u>	<u>-</u>	<u>18,589</u>
Total funds	<u>743,659</u>	<u>1,447,011</u>	<u>(1,057,281)</u>	<u>-</u>	<u>1,133,389</u>

22. Summary of funds

Summary of funds - current year

	At 1 January 2021	Income	Expenditure	Transfers in/out	At 31 December 2021
	£	£	£	£	£
Designated funds	175,213	-	-	34,072	209,285
General funds	939,587	1,326,885	(1,077,249)	(34,072)	1,155,151
Restricted funds	<u>18,589</u>	<u>1,840</u>	<u>(8,918)</u>	<u>-</u>	<u>11,511</u>
	<u>1,133,389</u>	<u>1,328,725</u>	<u>(1,086,167)</u>	<u>-</u>	<u>1,375,947</u>

THE MEDICALERT FOUNDATION

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

22. Summary of funds (continued)

Prior year

	At 1 January 2020	Income	Expenditure	Transfers in/out	At 31 December 2020
	£	£	£	£	£
Designated funds	173,957	-	(2,266)	3,522	175,213
General funds	557,737	1,438,121	(1,052,749)	(3,522)	939,587
Restricted funds	11,965	8,890	(2,266)	-	18,589
	<u>743,659</u>	<u>1,447,011</u>	<u>(1,057,281)</u>	<u>-</u>	<u>1,133,389</u>

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

	2021	2020
	£	£
		Restated
Net income for the period (per Statement of Financial Activities)	242,558	389,730
Adjustments for:		
Depreciation charges	61,015	48,978
Gain on disposal of fixed assets	(393)	-
Dividends, interest and rents from investments	(67)	(591)
Decrease in stocks	5,264	17,090
Decrease in debtors	3,270	17,267
Decrease in creditors	<u>(47,899)</u>	<u>(29,051)</u>
	<u>263,748</u>	<u>443,423</u>

THE MEDICALERT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)

24. Analysis of changes in net debt

	At 1 January 2021	cash flows	At 31 December 2021
	£	£	£
Cash at bank and in hand	1,247,887	161,644	1,409,531

25. Operating lease commitments

At 31 December 2021 the charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2021	2020
	£	£
Within one year	70,700	74,413
Between two and five years	282,800	282,800
In over five years	220,816	291,516
	<u>574,316</u>	<u>648,729</u>

26. Prior year adjustment

Prior to 2021 membership income was recognised in the statement of financial activities in full on receipt. During the current year this policy was changed. MedicAlert's income recognition policy now recognises that member subscriptions have two separately identifiable components - membership renewal and annual servicing of membership. Income is recognised immediately in the Statement of Financial Activities to the extent that it relates to membership renewal, with the balance recognised over the membership year to reflect servicing of the membership.

The effect of the change in policy is to recognise in the balance sheet a deferred income liability of £159,223(2020: £166,032), and a reduction in unrestricted reserves of £159,223 (2020: £166,032).

The change in policy results in an increase in income from other trading activities in the current year of £1,849 (2020: £6,809).