

THE DORSET HEALTH TRUST LIMITED

REPORT AND ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2021

Company number: 1327203

Registered Charity: 273413

E d w a r d s & K e e p i n g

Chartered Accountants

THE DORSET HEALTH TRUST LIMITED

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THE DORSET HEALTH TRUST LIMITED

REFERENCE AND ADMINISTRATIVE INFORMATION

Charity name The Dorset Health Trust Limited

Registered charity 273413

Company number 1327203

Address PO Box 42
Weymouth, Dorset DT4 8XQ

Registered Office Unity Chambers, 34 High East Street
Dorchester, Dorset DT1 1HA

President Captain Michael Fulford–Dobson CVO OBE KStJ JP DL RN

Trustees

Chairman Mrs L F Barbour
Vice Chairman The Lady Wynford SRN SCM
Secretary Mrs A E W Savva LLB MA
Other trustees Mrs E Brierley FCA
Mr N P Bundy
Dr D Chamblor MB ChB FRCA FFICM Pg dip
Dr D H Cove MD FRCP
Mr M Gibbens
Miss S Heath LLB
Mr P J Jeffery MB BS FRCS
Prof D J Leaper MD CHM FRCS FACS DSc
Mrs C J Nickinson
Mrs T N Russell
Mr P J Ward FRCS
Dr S J Winterton MA FRCP

Advisors:

Independent examiner Mrs S J Hough FCA FCCA
Edwards and Keeping, Chartered Accountants
Unity Chambers, 34 High East Street
Dorchester, Dorset DT1 1HA

Investment managers Rathbones
8 Finsbury Circus
London EC2M 7AZ

Bankers Barclays Bank plc
10 South Street
Dorchester, Dorset DT1 1BT

THE DORSET HEALTH TRUST LIMITED

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 JUNE 2021

The trustees present their report and the accounts of The Dorset Health Trust for the year ended 30 June 2021 which are prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing 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 published in October 2019. In preparing this annual report the trustees confirm that due regard has been paid to the public benefit guidance published by the Charity Commission.

Objectives and activities for the public benefit

The Dorset Health Trust Limited is a registered charity which furthers its objectives of promoting the relief of sickness primarily by making grants to organisations and medical providers which it deems worthy of support within West, South and North Dorset.

The trustees meet regularly to review the financial position of the Trust and therefore determine the level of grants to be made to local medical and health related organisations in accordance with the Trust's objects and reserves policy. Due to the COVID restrictions meetings were not held between November 2019 and October 2020 but all board members were in touch on a regular basis to ensure continued smooth running of the Trust. Since October 2020 regular meetings were held by video conferencing.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and setting the grant making policy for the year.

Grant-making policy

Trustees with medical qualifications contribute very materially to the process of considering grant applications.

Whilst the trustees aim to operate a flexible and open-minded policy in making grants to achieve the Trust's objectives for the public benefit, their criteria for grant-making include:

- (a) stimulating ideas and projects which will lead to better healthcare in Dorset;
- (b) supporting the introduction of advanced methods and practices which should confer long-term benefits;
- (c) promoting a more human delivery of the NHS facilities than might otherwise be possible.

The trustees consider regularly the extent to which these objectives are realistic, and are being achieved.

Donations and grants payable agreed by the board during the year were:

Alcohol Education Trust

Chesil Sailability - to help with core running costs

Family Counselling Trust - to help with their work with families from West Dorset and Weymouth & Portland

Dorset Mind - to support their work in Dorchester and its surrounding areas in West Dorset and Weymouth & Portland

Weldmar Hospicecare Trust - towards the 'Hospice at Home' service

Yeovil Hospital - for the Breast Cancer Unit Appeal

These are all listed in note 2 to the accounts.

From time to time trustees of The Dorset Health Trust are also trustees of organisations to which grants are made. On such occasions the relevant individuals declare their interest and play no part in the decision.

THE DORSET HEALTH TRUST LIMITED

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2021

Achievements and performance

The Trustees met three times during the year to review the performance of the Trust's investments, to assess the risks facing the Trust, and to consider and respond to the applications for grant aid.

The Trust ensures, in accordance with its objectives, that the income is used to benefit the health of the people in Dorset. It supports many organisations by giving them financial support towards their running costs, purchase of equipment or the provision of facilities.

During the year the trustees approved grants totalling £158,492 to six charities in accordance with the grant-making policy.

Financial review

The Trust's income for the year was £143,260 (2020: £161,973), derived primarily from investments.

During the year grants of £158,492 were paid (2020 - £307,680), investment management costs were £16,813 (2020: £16,780) and other expenditure costs were £2,943 (2020: £2,758).

Net investment gains totalled £534,918 (2020: Losses £253,781) resulting in net income for the year of £499,930, compared with a net deficit of £419,026 in 2020.

The financial position of the Trust continues to be sound, with total assets of £5,377,514 (2020: £4,877,490) and liabilities of £10,559 (2020: £10,465); total funds standing at £5,366,955 at the balance sheet date (2020: £4,867,025). The trustees are therefore confident that there are sufficient funds to carry out the Trust's future charitable objectives.

The year end position on investments reflected the market upturn in international markets following the downturn at June 2020 due to the Covid-19 pandemic.

The trustees' policy in general is to apply a proportion of available income after necessary costs to awarding grants in accordance with the objects, whilst increasing reserves to maximise future investment income flows. As investment income accrues evenly throughout the year, running costs are minimal and grants awarded are discretionary, the trustees consider that no target level of reserves is required.

At 30 June 2021 general unrestricted funds were £3,681,527, compared with £3,692,361 at 30 June 2020. There was a revaluation reserve of £1,685,428 and no restricted or designated funds.

Structure, governance and management

The Dorset Health Trust Limited is a charitable company limited by guarantee, incorporated on 26 August 1977 and registered as a charity on 26 October 1977. The company was established under a memorandum of association which established the objects and powers of the charitable company, and is governed under its articles of association.

The articles provide that the Trust is managed by not less than five nor more than twenty trustees. The trustees may at any time appoint any member of the charitable company as a trustee, provided that the prescribed maximum is not exceeded. No remuneration is paid to trustees. The trustees consider regularly the constitution of the trustee body, aiming to appoint periodically new trustees with appropriate qualifications in medicine, the law, and financial affairs respectively. No specific policies for the induction and training of trustees is considered to be necessary.

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

Approved by the trustees for issue on 20 September 2021 and signed on their behalf by

Mrs L F Barbour

The Lady Wynford

THE DORSET HEALTH TRUST LIMITED

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE DORSET HEALTH TRUST LIMITED

I report to the charity trustees on my examination of the accounts of the company for the year ended 30 June 2021, set out on pages 5 to 11.

Responsibilities and basis of report

As the charity trustees of the company (and also the directors of the company for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the 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 company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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 accounts to be reached.

S J Hough, FCA, FCCA
Edwards and Keeping

18 October 2021

Unity Chambers
34 High East Street
Dorchester
Dorset
DT1 1HA

THE DORSET HEALTH TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 30 JUNE 2021

	Notes	Total funds 2021 £	Total funds 2020 £
Income			
Rent receivable from investment property		25,233	25,233
Dividends and fixed interest income		117,850	135,713
UK bank interest		177	1,027
Donations and gifts		-	-
Total income		143,260	161,973
Expenditure			
Donations and grants payable	2	158,492	307,680
Investment management		16,813	16,780
Legal and professional fees		-	-
Accountants' fees		2,400	2,340
Sundry expenses		543	418
Depreciation and loss on disposal of assets		-	-
Total expenditure		178,248	327,218
Net deficit before investment gains and losses		(34,988)	(165,245)
Realised gains/(losses) on investment disposal	5	1,205	(35,810)
Unrealised gains/(losses) on investment revaluation	5	533,713	(217,971)
Net income/(deficit) for the year	3	499,930	(419,026)
Reconciliation of funds			
Funds brought forward		4,867,025	5,286,051
Funds carried forward	7	5,366,955	4,867,025

BALANCE SHEET
AS AT 30 JUNE 2021

	Notes	Total funds 2021 £	Total funds 2020 £
Fixed assets			
Tangible assets	4	1	1
Investments	5	5,304,849	4,787,617
		<u>5,304,850</u>	<u>4,787,618</u>
Current assets			
Cash at bank and in hand		72,664	89,872
Liabilities			
Creditors: amounts falling due within one year	6	(10,559)	(10,465)
Net current assets		<u>62,105</u>	<u>79,407</u>
Net assets		<u>5,366,955</u>	<u>4,867,025</u>
Funds			
Unrestricted income funds			
General income funds		3,681,527	3,692,361
Revaluation reserve		1,685,428	1,174,664
Total funds	7	<u>5,366,955</u>	<u>4,867,025</u>

For the year ending 30 June 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476;

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

Approved by the trustees for issue on 20 September 2021 and signed on their behalf by

Mrs L F Barbour

The Lady Wynford

THE DORSET HEALTH TRUST LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2021

1 Accounting policies

(a) Basis of preparation

The Dorset Health Trust is a private charitable company limited by guarantee and incorporated in England and Wales. In the event of the Trust being wound up, the liability in respect of the guarantee is limited to £1 per member of the Trust. The address of the registered office is given in the Trust information on page 1 of these accounts.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with 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 issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The Trust has applied Update Bulletin 1 as published on 2 February 2016 and does not include a cash flow statement on the grounds that it is applying FRS 102 Section 1A.

The accounts are prepared on a going concern basis under the historical cost convention. The accounts are presented in sterling which is the functional currency of the Trust and rounded to the nearest pound.

The significant accounting policies applied in the preparation of these accounts are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) Income

All income is recognised when the Trust has entitlement to the income, there is sufficient certainty of receipt and so it is probable that the income will be received, and the amount receivable can be measured reliably. No expenditure is netted off income.

Investment income is earned through holding assets for investment purposes such as shares and property. It includes dividends, interest and rent. Interest income is recognised using the effective interest method and dividend and rent income is recognised as the Trust's right to receive payment is established.

(c) Expenditure

Expenditure is recognised on an accruals basis as soon as there is a legal or constructive obligation committing the Trust to the expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure includes any VAT which cannot be fully recovered.

Donations and grants payable are payments made to third parties in the furtherance of the charitable objects of the Trust. In the case of an unconditional grant offer this is accrued as a commitment once the trustees have approved the application and the recipient has been notified of the grant award.

(d) Tangible fixed assets

Tangible fixed assets purchased for continuing use by the Trust are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:-

Computer equipment	over 4 years
Other equipment	over 10 years

THE DORSET HEALTH TRUST LIMITED

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2021

(e) Investment property

Investment property constitutes land at the Winterbourne Hospital, Herringston Road, Dorchester, measured at fair value at each reporting date with changes in fair value recognised in 'net gains/(losses) on investments' in the statement of financial activities. There is no market-based evidence available to establish fair value, due to its specialised nature, therefore fair value is estimated on the future potential net rental income generated under the lease.

(f) Investments

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains/(losses) on investments' in the statement of financial activities if the shares are publicly traded or their fair value can otherwise be measured reliably.

(f) Fund accounting

Unrestricted funds are expendable at the discretion of the trustees in furtherance of the objects of the Trust. Unrestricted funds include designated funds which represent monies set aside by the trustees for specific purposes.

The Trust currently has no restricted funds.

2 Donations and grants payable

	2021 £	2020 £
Approved in the year:		
Alcohol Education Trust	8,000	-
Chesil Sailability	3,600	-
Life Education Wessex - Three mobile and inflatable classroom	-	22,400
Dorset County Hospital - Chemotherapy unit appeal	-	100,000
Dorset County Hospital - Endobronchial Ultrasound	-	120,645
Family Counselling Trust	10,189	-
MIND Dorset	16,703	-
Weldmar Hospicecare Trust - Equipment requirements	-	14,635
Weldmar Hospicecare Trust	100,000	50,000
Yeovil Hospital's Breast Cancer Unit Appeal	20,000	-
	<hr/> 158,492	<hr/> 307,680
	<hr/>	<hr/>
	2021 £	2020 £
Reconciliation of donations and grants:		
Commitments at 1 July 2020	-	3,600
Grants approved in the year (as above)	158,492	307,680
Amounts paid during the year	(158,492)	(311,280)
	<hr/>	<hr/>
Commitments at 30 June 2021	-	-
	<hr/>	<hr/>

THE DORSET HEALTH TRUST LIMITED

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2021

3 Net income for the year

	2021	2020
	£	£
This is stated after charging:		
Depreciation	-	-
Accountants' fees		
Independent examination	600	600
Other services - accountancy	1,800	1,740
	<u>1,800</u>	<u>1,740</u>

No staff were employed during either year and no remuneration was paid to trustees. Reimbursed expenses relating to postage, stationery and AGM costs were paid to one trustee during the year amounting to £34 (2020 - £76).

As stated in the Trustees' Report, from time to time trustees are also trustees of organisations to which grants are made. On such occasions the relevant individuals declare their interest and play no part in the decision.

There were no related party transactions in either year.

4 Tangible fixed assets

	Fixtures, fittings and equipment £
Cost	
At 1 July 2020 and at 30 June 2021	<u>370</u>
Depreciation	
At 1 July 2020 and at 30 June 2021	<u>369</u>
Net book value	
At 30 June 2021	<u>1</u>
At 30 June 2020	<u>1</u>

THE DORSET HEALTH TRUST LIMITED

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2021

5 Investments

	Investment property £	Listed investments £	Total 2021 £	Total 2020 £
Valuation				
At 1 July 2020	630,000	4,051,073	4,681,073	4,951,109
Acquisitions at cost	-	583,243	583,243	742,743
Disposal proceeds	-	(506,791)	(506,791)	(758,998)
Realised gains/(losses) on disposal	-	1,205	1,205	(35,810)
	630,000	4,128,730	4,758,730	4,899,044
Unrealised gains/(losses) on revaluation	-	533,713	533,713	(217,971)
	630,000	4,662,443	5,292,443	4,681,073
Cash deposits held within the investment portfolio	-	12,406	12,406	106,544
At 30 June 2021	630,000	4,674,849	5,304,849	4,787,617
			2021 £	2020 £
Investments at fair value comprise:-				
Investment property			630,000	630,000
Listed investments				
Fixed interest securities			769,204	915,745
UK equities			1,582,550	1,413,427
Overseas equities			1,683,059	1,247,798
Alternatives			627,630	474,103
Cash deposits held within the investment portfolio			12,406	106,544
			5,304,849	4,787,617

Investment property comprises freehold land externally valued at £630,000 on an investment valuation basis subject to occupational lease by Ms Agnes Sawyer BSc MRICS of Nettleship Sawyer Chartered Surveyors in June 2018.

Details of the leasing arrangements relating to the investment property are provided in note 8.

All listed investments are carried at their fair value, determined by reference to the quoted price for identical assets in quoted public markets at the balance sheet date.

6 Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals for grants payable (note 2)	-	-
Accruals and receipts in advance	10,559	10,465
	10,559	10,465

THE DORSET HEALTH TRUST LIMITED

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2021

7 Funds

	General funds £	Designated revaluation reserve £	Total funds £
At 1 July 2020	3,692,361	1,174,664	4,867,025
Income	143,260	-	143,260
Expenditure	(178,248)	-	(178,248)
Net investment gains	24,154	510,764	534,918
	<hr/>	<hr/>	<hr/>
At 30 June 2021	3,681,527	1,685,428	5,366,955
	<hr/>	<hr/>	<hr/>
Represented by:-			
Tangible fixed assets	1	-	1
Fixed asset investments	3,619,421	1,685,428	5,304,849
Net current assets	62,105	-	62,105
	<hr/>	<hr/>	<hr/>
	3,681,527	1,685,428	5,366,955
	<hr/>	<hr/>	<hr/>

The designated revaluation reserve fund is required by the Companies Act 2006 and represents the amount by which investments at valuation exceed their historical cost.

The trustees consider that there are sufficient funds to enable the Trust to continue to fulfil its charitable objectives for the foreseeable future.

8 Operating lease - lessor

Total future minimum lease receipts under non-cancellable operating leases are as follows:

	2021 £	2020 £
Not later than one year	25,233	25,233
Later than one and not later than five years	100,933	100,933
Later than five years	2,006,023	2,031,256
	<hr/>	<hr/>
	2,132,189	2,157,422
	<hr/>	<hr/>

Rental income is derived from freehold land at the Winterbourne Hospital, Herringston Road, Dorchester held as investment property on a long-term lease expiring in 2106. Rent is reviewed every 14 years in line with RPI.