

Organisation

CHARITABLE TRUST ACCOUNT - The Whittington Hospital NHS Trust 2004/05					
Data entered below will be used throughout the workbook:					
This year	2004-05				
Last year	2003-04				
This year ended		2005			
Last year ended		2004			
This year beginning	1 April 2004				
This year name	31 March 2005				
Last year name	31 March 2004				

NATIONAL HEALTH SERVICE

**THE WHITTINGTON HOSPITAL NHS TRUST
CHARITABLE FUNDS**

**FUNDS HELD ON TRUST
ANNUAL ACCOUNTS 2004-05**

The accounts of the Funds Held on Trust by the Trust

FOREWORD

These accounts have been prepared by the Trustees under section 98(2) of the National Health Service Act 1977 (as amended) in the forms which the Secretary of State has, with the approval of Treasury, directed.

STATUTORY BACKGROUND

The trustees have been appointed under s11 of the NHS and Community Care Act 1990.

The Whittington Hospital NHS Trust charitable funds held on trust are registered with the Charity Commission registration number 1056452

MAIN PURPOSE OF THE FUNDS HELD ON TRUST

The main purpose of the charitable funds held on trust is to apply income for any charitable purpose relating to the National Health Service wholly or mainly for the services provided by the Whittington Hospital NHS Trust.

Statement of trustees' responsibilities

The trustees are responsible for:

- ♦ keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the funds held on trust and to enable them to ensure that the accounts comply with requirements in the Charities Act 1993 and those outlined in the directions issued by the Secretary of State;
- ♦ establishing and monitoring a system of internal control; and
- ♦ establishing arrangements for the prevention and detection of fraud and corruption.

The trustees are required under the Charities Act 1993 and the National Health Service Act 1977 to prepare accounts for each financial year. The Secretary of State, with the approval of the Treasury, directs that these accounts give a true and fair view of the financial position of the funds held on trust, in accordance with the Charities Act 1993. In preparing those accounts, the trustees are required to:

- ♦ apply on a consistent basis accounting policies laid down by the Secretary of State with the approval of the Treasury;
- ♦ make judgements and estimates which are reasonable and prudent;
- ♦ state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts.

The trustees confirm that they have met the responsibilities set out above and complied with the requirements for preparing the accounts. The financial statements set out on pages 1 to 16 attached have been compiled from and are in accordance with the financial records maintained by the trustees.

By Order of the Trustees

Signed: (NB sign in any colour ink other than black)

Chairman*..... Date..... 2005

Trustee Date..... 2005

*the Board may authorise another trustee to sign in place of the Chairman.

Independent Auditors' Report to the Trustees of the Whittington Hospital NHS Charitable Funds Held On Trust

I have audited the financial statements on pages 3 to 16 which have been prepared in accordance with the Statement of Recommended Practice 2000: Accounting and Reporting by Charities and with the accounting policies relevant to the National Health Service.

Respective Responsibilities of Trustees and Auditors

As described on page 1, the Trustees are responsible for the preparation of financial statements in accordance with the Statement of Recommended Practice 2000: Accounting and Reporting by Charities and directions issued by the Secretary of State. My responsibilities, as independent auditor, are established by statute, the Code of Audit Practice issued by the Audit Commission and my profession's ethical guidance.

I report to you my opinion as to whether the financial statements give a true and fair view of the financial position and result of operation of the charitable funds.

In accordance with regulations made under section 44 of the Charities Act 1993, the charity has been granted a dispensation under section 9(2)(a) of the Charities (Accounts and Reports) Regulations 1995, permitting the audit to be carried out by the auditor appointed by the Audit Commission.

Basis of audit opinion

I conducted our audit in accordance with the Charities Act 1993, the Audit Commission Act 1998 and the Code of Audit Practice issued by the Audit Commission, which requires compliance with relevant auditing standards issued by the Auditing Practices Board.

An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the fund's circumstances, consistently applied and adequately disclosed.

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming my opinion, I also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In my opinion, the financial statements give a true and fair view of the funds held on trust at 31 March 2005 and of the incoming resources and application of resources for the year then ended and have been properly prepared in accordance with the Statement of Recommended Practice 2000: Accounting and Reporting by Charities.

Signature:..... Date:.....

(NB sign in any colour ink other than black)

Name:.....

Address:.....

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.....
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Statement of Financial Activities for the year ended 31 March 2005

	Note	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total Funds £000	2003-04 Total Funds £000
Incoming resources						
Donations, Legacies and similar resources						
Donations		38	158	0	196	209
Legacies		0	2	0	2	5
Grants receivable:	2.2					
From other NHS bodies		0	0	0	0	0
Other grants receivable		7	0	0	7	0
Total Donations and Legacies		45	160	0	205	214
Operating Activities						
Activities for generating funds		0	0	0	0	6
Activities in furtherance of the charity's objectives		0	0	0	0	0
Total Operating Activities		0	0	0	0	6
Investment income	8.3	12	29	1	42	75
Other incoming resources	2.1	5	1	0	6	8
Total incoming resources		62	190	1	253	303
Resources expended						
Costs of generating funds	4.3	0	0	0	0	0
Charitable expenditure						
Grants payable	3.1					
To other NHS bodies		0	0	0	0	0
Other grants payable		78	205	1	284	112
Activities in furtherance of charity's objectives		5	164	0	169	143
Support costs	4.4	0	0	0	0	0
Management and administration	4.2	9	22	0	31	32
Total resources expended	5	92	391	1	484	287
Net incoming/(outgoing) resources before Transfers		(30)	(201)	0	(231)	16
Gross transfer between funds		5	(5)	0	0	-
Net incoming/(outgoing) resources		(25)	(206)	0	(231)	16
Gains/(losses) on revaluation of own fixed assets		0	0	0	0	0
Gains/(losses) on revaluation and disposal of investment assets		42	37	0	79	116
Net movement in funds	6	17	(169)	0	(152)	132
Fund balances brought forward at 31 March 2004		495	790	25	1,310	1,178
Fund balances carried forward at 31 March 2005		512	621	25	1,158	1,310

The notes at pages 5 to 16 form part of this account.

Balance Sheet as at 31 March 2005

	Notes	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total at 31 March 2005 £000	Total at 31 March 2004 £000
Fixed Assets						
Intangible assets		0	0	0	0	0
Tangible assets	7	0	0	0	0	0
Inalienable & historic assets		0	0	0	0	0
Investments	8	559	570	0	1,129	1,152
Total Fixed Assets		559	570	0	1,129	1,152
Current Assets						
Stocks		0	0	0	0	0
Debtors	9	36	23	1	60	68
Short term investments and deposits		0	0	0	0	0
Cash at bank and in hand		25	118	27	170	188
Total Current Assets		61	141	28	230	256
Creditors: Amounts falling due within one year	10.1	108	90	3	201	97
Net Current Assets/(Liabilities)		(47)	51	25	29	159
Total Assets less Current Liabilities		512	621	25	1,158	1,311
Creditors: Amounts falling due after more than one year	10.2	0	0	0	0	1
Provisions for liabilities and charges		0	0	0	0	0
Total Net Assets		512	621	25	1,158	1,310
Funds of the Charity						
Capital Funds:						
Endowment Funds	11.1	-	-	25	25	25
Income Funds:						
Restricted	11.3	-	621	-	621	790
Unrestricted	11.5	512	-	-	512	495
Total Funds		512	621	25	1,158	1,310

The notes at pages 5 to 16 form part of this account.

Signed:

Date:

Notes to the Account

Accounting Policies

1 1.1 Accounting Convention

The financial statements have been prepared under the historic cost convention, as modified for the revaluation of certain investments, and in accordance with applicable United Kingdom accounting standards and policies for the NHS approved by the Secretary of State and the Statement of Recommended Practice "Accounting and Reporting by Charities" issued by the Charities Commissioners in 2000.

1.2 Incoming Resources

- a) All incoming resources are included in full in the Statement of Financial Activities as soon as the following three factors can be met:
- i) entitlement - arises when a particular resource is receivable or the charity's right becomes legally enforceable;
 - ii) certainty - when there is reasonable certainty that the incoming resource will be received;
 - iii) measurement - when the monetary value of the incoming resources can be measured with sufficient reliability.
- b) Gifts in kind
- i) Assets given for distribution by the funds are included in the Statement of Financial Activities only when distributed.
 - ii) Assets given for use by the funds (e.g. property for its own occupation) are included in the Statement of Financial Activities as incoming resources when receivable.
 - iii) Gifts made in kind but on trust for conversion into cash and subsequent application by the funds are included in the accounting period in which the gift is sold.

In all cases the amount at which gifts in kind are brought into account is either a reasonable estimate of their value to the funds or the amount actually realised. The basis of the valuation is disclosed in the annual report.

c) Intangible income

Intangible income (eg the provision of free accommodation) is included in the accounts with an equivalent amount in outgoing resources, if there is a financial cost borne by another party. The value placed on such income is the financial cost of the third party providing the resources.

**Incoming Resources
(continued)**

d) Legacies

Legacies are accounted for as incoming resources once the receipt of the legacy becomes reasonably certain. This will be once confirmation has been received from the representatives of the estates that payment of the legacy will be made or property transferred and once all conditions attached to the legacy have been fulfilled.

1.3 Resources expanded

The funds held on trust accounts are prepared in accordance with the accruals concept. All expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party.

a) Cost of generating funds

The cost of generating funds are the costs associated with generating income for the funds held on trust.

b) Grants payable

Grants payable are payments, made to third parties (including NHS bodies) in the furtherance of the funds held on trust's charitable objectives to relieve those who are sick. They are accounted for on an accruals basis where the conditions for their payment have been met or where a third party has a reasonable expectation that they will receive the grant. This includes grants paid to NHS bodies.

c) Management and administrative costs

These are accounted for on an accruals basis and are recharges of appropriate proportions of the administration costs from The Whittington Hospital NHS Trust Charitable Funds.

1.4 Structure of funds

Where there is a legal restriction on the purpose to which a fund may be put, the fund is classified in the accounts as a restricted fund. Funds where the capital is held to generate income for charitable purposes and cannot itself be spent are accounted for as endowment funds. Other funds are classified as unrestricted funds. Funds which are not legally restricted but which the Trustees have chosen to earmark for set purposes are classified funds. The major funds held within these categories are disclosed on notes 11.4 and 11.5

1.6 Investment fixed asset

Investment fixed asset are shown at market value.

I Valuation gains and losses are recorded in the Statement of Financial Activities with the balance sheet reflecting the revalued amounts.

ii Quoted stocks and shares are included in the balance sheet at mid-market price, ex-div.

iii Other investment fixed assets are included at trustees' best estimate of market value

1.7 Realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value (or date of purchase if later). Unrealised gains and losses are calculated as the difference between market value at the year end and opening market value (or date of purchase if later).

1.8 Intangible Fixed Assets

Intangible fixed assets are included at the trustees' best estimate of value.

1.9 Pensions Contributions

The Charitable Funds have no employees

1.10 Change in the Basis of Accounting

There has been no change in the basis of accounting during the year.

1.11 Prior Year Adjustments

There has been no change to the accounts of prior years.

1.12 Pooling Scheme

An official pooling scheme is operated for investments relating to the following funds:

Umbrella, General Purpose Fund, GHE Bequest, Nursing Staff Fund, General Prize Fund,
The Whittington NHS Radiography Fund, The Sadler Fund

The Scheme was registered with the Charity Commission on 19 June 1998.

Grants made to institutions 3.2 This is not applicable

Grants paid to individuals 3.3 This is not applicable

Details of Resources Expended - Other	4 4.1	Unrestricted	Restricted	Endowment	Total	Total
		Funds	Funds	Funds	2005	2004
		£000	£000	£000	£000	£000
Other:						
Patients welfare and amenities		4	163	0	167	141
Staff welfare and amenities		1	1	0	2	2
		<u>5</u>	<u>164</u>	<u>0</u>	<u>169</u>	<u>143</u>

Analysis of Management and Administration Costs	4.2	Unrestricted	Restricted	Endowment	Total	Total
		Funds	Funds	Funds	2005	2004
		£000	£000	£000	£000	£000
Salaries		7	21		28	28
Establishment costs					0	
Travel costs					0	
Telephone/fax					0	
Annual General Meeting					0	
Audit fee		2	1		3	4
Investment managers fee					0	
Statutory Compliance					0	
Miscellaneous					0	
		<u>9</u>	<u>22</u>	<u>0</u>	<u>31</u>	<u>32</u>

Costs of Generating Funds	4.3	Total costs	Total funds raised
		2005	2005
		£000	£000
Fund raising costs			
Property management costs			
etc			
		<u>0</u>	<u>0</u>

Support costs	4.4	This is not applicable	Total	Total
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Analysis of Total Resources Expended	5.1	Costs of	Costs of	Support	Management	Total 2005	Total 2004
		Generating Funds	Activities for Charitable Objectives	Costs	and Administration		
		£000	£000	£000	£000		
Staff		0	0	0	0	0	0
Depreciation		0	0	0	0	0	0
Impairments		0	0	0	0	0	0
Auditors remuneration:							
Audit fee					3	3	4
Other fees		0	0	0	28	28	28
Indemnity insurance		0	0	0	0	0	0
Bought-in services from NHS		0	0	0	0	0	0
Other		0	453	0	0	453	255
		0	453	0	31	484	287

Analysis of Staff Costs	5.2	This is not applicable
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Pension Contributions for Senior Employees	5.3	This is not applicable
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Senior Employees	5.4	This is not applicable
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Changes in Resources Available for Charity Use	6	Unrestricted	Restricted	Endowment	Total	Total
		Funds	Funds	Funds	###	###
		£000	£000	£000	£000	£000
Net movement in funds for the year		17	(169)	0	###	132
Net movement in funds available for future activities		17	(169)	0	###	132

Fixed Assets	7	This is not applicable
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Analysis of	8			2005	2004	
Fixed Asset	8.1	Fixed Asset Investments:		£000	£000	
Investments		Market value at 31 March		1,152	804	
		Less: Disposals at carrying value		(269)	(261)	
		Add: Acquisitions at cost		165	497	
		Net gain on revaluation		81	112	
		Market value at 31 March		1,129	1,152	
		Historic cost at 31 March		829	851	
	8.2	Market value at 31 March :	Held in UK £000	Held outside UK £000	2005 Total £000	2004 Total £000
		Investment properties	0	0	0	0
		Investments listed on Stock Exchange	678	115	793	817
		Investments in a Common Deposit Fund or Common Investment Fund	300	0	300	300
		Unlisted securities	0	0	0	0
		Cash held as part of the investment portfolio	36	0	36	35
		Investments in connected bodies	0	0	0	0
		Other investments	0	0	0	0
			1,014	115	1,129	1,152
Analysis of	8.3	Total gross income	Held in UK £000	Held outside UK £000	2004-05 Total £000	2003-04 Total £000
gross income		Investment properties			0	
from		Investments listed on Stock Exchange	42		42	75
investments		Investments in a Common Deposit Fund or Common Investment Fund			0	
		Unlisted securities			0	
		Cash held as part of the investment portfolio			0	
		Investments in connected bodies			0	
		Other investments			0	
			42	0	42	75

Analysis of Debtors	9		£000	31 March 2004 £000
	9.1	Amounts falling due within one year:		
		Amounts due from subsidiary and associated undertakings	0	0
		Trade debtors	0	5
		Prepayments	0	0
		Accrued income	0	0
		Other debtors	52	59
		Total debtors falling due within one year	52	64
	9.2	Amounts falling due over one year:		
		Amounts due from subsidiary and associated undertakings	0	0
		Trade debtors	0	0
		Prepayments	0	0
		Accrued income	0	0
		Other debtors	8	4
		Total debtors falling due after more than one year	8	4
		Total debtors	60	68

Analysis of Creditors	10		£000	31 March 2004 £000
	10.1	Amounts falling due within one year:		
		Loans and overdrafts	0	0
		Trade creditors	0	0
		Amounts due to subsidiary and associated undertakings	0	0
		Other creditors	201	97
		Accruals	0	0
		Deferred income	0	0
		Total creditors falling due within one year	201	97
	10.2	Amounts falling due after more than one year:		
		Loans and overdrafts	0	0
		Trade creditors	0	0
		Amounts due to subsidiary and associated undertakings	0	0
		Other creditors	0	1
		Accruals	0	0
		Deferred income	0	0
		Total creditors falling due after more than one year	0	1
		Total creditors	201	98

Analysis of Funds	11	11.1 Endowment Funds	Balance	Incoming	Resources	Transfers	Gains and	Balance
			31 March 2004	Resources	Expended		Losses	
			£000	£000	£000	£000	£000	£000
		(list individually)						
		A <u>Simon Yudkin(Paed Fur</u>	25	1	(1)			25
		B _____						0
		C _____						0
		D _____						0
		E _____						0
		F _____						0
		G _____						0
		H _____						0
		Others (number of funds)						0
		Total	25	1	(1)	0	0	25

Details of material funds - endowment funds	11.2	Name of fund	Description of the nature and purpose of each fund
		A <u>Simon Yudkin(Paed Fund)</u>	<u>Capital and perpetuity fund. Income used to purchase books and other educational matter and computer software, and new beds for patients to sleep in</u>
		_____	_____
		_____	_____

11.3 Restricted Funds	Balance	Incoming	Resources	Transfers	Gains and	Balance
	31 March 2004	Resources	Expended		Losses	
	£000	£000	£000	£000	£000	£000
	Material funds					
	(list individually)					
	A <u>GHE Bequest</u>	291	66	(192)		165
	B <u>General Purpose</u>	92	41	(68)		65
	C <u>The Radiology Fund</u>	9	1	0		10
	D <u>The Sadler Fund</u>	5	1	(3)		3
	E <u>General Prize Fund</u>	4	1	(1)		4
	F <u>The Staff Fund</u>	3	0	(2)		1
	G <u>Medical Education Fund</u>	386	156	(169)		373
	H <u>Mike Bowen Trust</u>					0
	Others (number of funds)					0
	Total	790	266	(435)	0	621

Details of material funds - restricted funds	11.4	Name of fund	Description of the nature and purpose of each fund
		A <u>GHE Bequest</u>	<u>Primary objec being to provide facilities and amenities to patients to relieve suffering and axiety and aid recover The secondary object refers to the maintenand improvement of facilities for fee paying patients and to subsidise their costs in cases of need as determined by the Trustees.</u>
		_____	_____
		B <u>General Purpose</u>	<u>For any Charit; purpose relating to the NHS wholly or mainly for the service provided by the Whittington Hospital NHS Trust.</u>
		C <u>Medical Education Fund</u>	<u>For any Charit; purpose relating to the Whittington Hospital NHS Trust for the advanceme furtherance and research of Medical and Dental Education.</u>
		H _____	_____

Details of material funds - designated funds	11.5	Name of fund	Description of the nature and purpose of each fund
		A <u>Neurology Fund</u>	<u>For the general benefit of the department, staff and patients</u>
		B <u>Thalassaemia Fund</u>	<u>To equip a new Thalassaemia Centre at the Hospital</u>
		C _____	_____
		D _____	_____
		E _____	_____
		F _____	_____
		G _____	_____
		H _____	_____

Details of transfers between funds	11.6	Transfer		Reason	Amount
		from fund	to fund		
		Simon Yudkin Fund (SFH6-7R)	Simon Yudkin Paed	Donation	1
		General Purpose Fund (COR1)	Betty Mansell Fund	Donation	4

Contingencies (14) This is not applicable

**Commitments,
Liabilities and
Provisions** (15.1) This is not applicable

(15.2) This is not applicable

**Trustee and
Connected
Persons
Transactions** (16) This is not applicable

(16.1) This is not applicable

(16.2) This is not applicable

(16.3) This is not applicable

(16.4) This is not applicable

Loans or Guarantees Secured against assets of the charity (17) This is not applicable

Connected Organisations (18)

Name, nature of connection, description of activities undertaken and details of any qualifications expressed by their auditors	2004-05		2003-04	
	Turnover of Connected Organisation	Net Profit/ Loss for the Connected Organisation	Turnover of Connected Organisation	Net Profit/ Loss for the Connected Organisation
	£	£	£	£
Whittington Hospital NHS Trust	127,524	1,998	112,127	(3,400)

Other (19) This is not applicable

Related party transactions (20) **Related party transactions**

During the year none of the Trustees or members of the key management staff or parties related to them has undertaken any material transactions with the Whittington Hospital Charitable Trust.