

Charity Registration No. 1122497

Company Registration No. 06430101 (England and Wales)

THE BOURNEMOUTH HEALTHCARE TRUST

COMPANY LIMITED BY GUARANTEE

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MARCH 2018



26-32 Oxford Road
Bournemouth
United Kingdom
BH8 8EZ

THE BOURNEMOUTH HEALTHCARE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr. A Spotswood Mr. P Papworth (Appointed 4 July 2017)
Secretary	Ms. K Flaherty
Charity number	1122497
Company number	06430101
Registered office	Ward 10 Royal Bournemouth Hospital Castle Lane East Bournemouth Dorset United Kingdom BH7 7DW
Auditor	Taylorcocks 26-32 Oxford Road Bournemouth Dorset United Kingdom BH8 8EZ

THE BOURNEMOUTH HEALTHCARE TRUST

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THE BOURNEMOUTH HEALTHCARE TRUST

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2018

The trustees present their report and accounts for the year ended 31 March 2018.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's Memorandum and Articles of Association, 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 1 January 2015)".

Objectives and activities

The charity's objective is the advancement of health for the public benefit through the donation of medical equipment and other assets to The Royal Bournemouth and Christchurch Hospitals NHS Foundation Trust.

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

The charity's policy is to consult and discuss with employees, through unions, staff councils and at meetings, matters likely to affect employees' interests.

Information on matters of concern to employees is given through information bulletins and reports which seek to achieve a common awareness on the part of all employees of the financial and economic factors affecting the group's performance.

Achievements and performance

2017/18 has been a successful year of trading for the charity and its subsidiary, The Bournemouth Private Clinic Limited. During 2017/18, The Bournemouth Private Clinic Limited completed the design of a new private patient unit within the Royal Bournemouth Hospital which opened in April 2017 and has supported the development of services during 2017/18.

During the year the charity made donations to the value of £148,265 to The Royal Bournemouth and Christchurch Hospitals NHS Foundation Trust as well as making contributions towards hospital running costs. The donations and contributions will continue to provide financial support to a number of initiatives to improve patient services and enhance patient experience.

Financial review

It is the policy of the charity to build and maintain unrestricted funds to a level of £2 million so that it can fund planned future equipment expenditure requirements, including funding the replacement Da Vinci robot assisted laparoscopic prostatectomy system. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's planned funding commitments and maintain its current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

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

THE BOURNEMOUTH HEALTHCARE TRUST

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2018

Structure, governance and management

The charity is a company limited by guarantee registered in England and Wales with the company number 06430101. It is a registered charity (registered charity number 1122497). The provisions governing the company are set out in its articles of association and in the Companies Act 2006.

The trustees, who are also the directors for the purpose of company law, and who served during the year were:

Mr. A Spotswood

Mr. S Hunter

(Resigned 19 June 2017)

Mr. P Papworth

(Appointed 4 July 2017)

Mr. P Papworth became a trustee and director of the charity following the resignation of Mr. S Hunter. Directors of the company are appointed by its board of directors. Mr. P Papworth, who is a qualified accountant, was appointed as a director as his skills, knowledge and experience complemented the skills, knowledge and experience of existing trustees, being similar to those of the departing director, Mr. S Hunter.

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.

The Bournemouth Private Clinic Limited is a wholly owned subsidiary of the charity. It is a company limited by shares and the charity holds one share with a nominal value of £1.

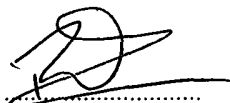
Auditor

A resolution to re-appoint Taylorcocks as auditor for the ensuing year will be proposed at the Annual General Meeting.

Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The trustees report was approved by the Board of Trustees.



Mr. P Papworth

Dated: 17 DECEMBER 2018

THE BOURNEMOUTH HEALTHCARE TRUST

STATEMENT OF TRUSTEES RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2018

The trustees, who are also the directors of The Bournemouth Healthcare Trust 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 charity 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 in the Charities SORP;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

THE BOURNEMOUTH HEALTHCARE TRUST

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF THE BOURNEMOUTH HEALTHCARE TRUST

Opinion

We have audited the accounts of The Bournemouth Healthcare Trust (the 'charity') for the year ended 31 March 2018 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the notes to the accounts, 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 accounts:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2018 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 Companies Act 2006.

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 Auditor's responsibilities for the audit of the accounts section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the accounts in the UK, including the FRC'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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees use of the going concern basis of accounting in the preparation of the accounts is not appropriate; or
- the trustees have not disclosed in the accounts any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the accounts are authorised for issue.

Other information

The other information comprises the information included in the annual report, other than the accounts and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the accounts 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.

In connection with our audit of the accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the accounts or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

THE BOURNEMOUTH HEALTHCARE TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF THE BOURNEMOUTH HEALTHCARE TRUST

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the Trustees Report for the financial year for which the accounts are prepared is consistent with the accounts; and
- the Trustees Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the trustees and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the accounts are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

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

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

THE BOURNEMOUTH HEALTHCARE TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

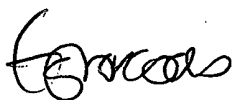
TO THE MEMBERS OF THE BOURNEMOUTH HEALTHCARE TRUST

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these accounts.

A further description of our responsibilities for the audit of the accounts is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and regulations made under that Act. Our audit work has been undertaken so that we might state to the charitable company's members 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.



James Blake FCA (Senior Statutory Auditor)
for and on behalf of



Chartered Accountants

Statutory Auditor

Date: 12/18

Office: Bournemouth

THE BOURNEMOUTH HEALTHCARE TRUST

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT**

FOR THE YEAR ENDED 31 MARCH 2018

	Notes	2018 £	2017 £
<u>Income from:</u>			
Fundraising activities	3	1,693,226	2,226,593
Investments	4	3,367	8,070
Total income		1,696,593	2,234,663
<u>Expenditure on:</u>			
Fundraising activities	5	1,769,814	2,340,470
Charitable activities	6	148,265	151,173
Governance costs	7	13,881	14,349
Total resources expended		1,931,960	2,505,992
Net expenditure for the year/ Net movement in funds		(235,367)	(271,329)
Fund balances at 1 April 2017		2,253,371	2,524,700
Fund balances at 31 March 2018		2,018,004	2,253,371

The movements in funds all relate to unrestricted funds.

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

THE BOURNEMOUTH HEALTHCARE TRUST

CONSOLIDATED BALANCE SHEET

AS AT 31 MARCH 2018

	Notes	2018 £	£	2017 £	£
Fixed assets					
Tangible assets	11		347,436		520,867
Current assets					
Debtors	14	329,430		354,655	
Cash at bank and in hand		2,215,441		2,055,563	
		<u>2,544,871</u>		<u>2,410,218</u>	
Creditors: amounts falling due within one year	15	<u>(874,303)</u>		<u>(677,714)</u>	
Net current assets			1,670,568		1,732,504
Total assets less current liabilities			<u>2,018,004</u>		<u>2,253,371</u>
Income funds					
Unrestricted funds			2,018,004		2,253,371
			<u>2,018,004</u>		<u>2,253,371</u>

The accounts were approved by the Trustees on 17 DECEMBER 2018



Mr. P Papworth
Trustee

Company Registration No. 06430101

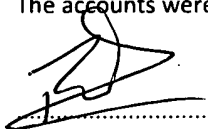
THE BOURNEMOUTH HEALTHCARE TRUST

BALANCE SHEET

AS AT 31 MARCH 2018

	Notes	2018 £	£	2017 £	£
Fixed assets					
Tangible assets	11	345,715		518,572	
Investments	12	1		1	
		<u>345,716</u>		<u>518,573</u>	
Current assets					
Debtors	14	63,245		82,833	
Cash at bank and in hand		2,048,856		1,719,126	
		<u>2,112,101</u>		<u>1,801,959</u>	
Creditors: amounts falling due within one year	15	<u>(439,813)</u>		<u>(56,523)</u>	
Net current assets		1,672,288		1,745,436	
Total assets less current liabilities		<u>2,018,004</u>		<u>2,264,009</u>	
Income funds					
Unrestricted funds		2,018,004		2,264,009	
		<u>2,018,004</u>		<u>2,264,009</u>	

The accounts were approved by the Trustees on 17 DECEMBER 2018



Mr. P Papworth
Trustee

Company Registration No. 06430101

THE BOURNEMOUTH HEALTHCARE TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2018

	Notes	2018 £	£	2017 £	£
Cash flows from operating activities					
Cash generated from operations	19		156,511		395,065
Investing activities					
Purchase of tangible fixed assets		-		(2,295)	
Proceeds on closure of fixed term interest bearing deposits		-		166,892	
Interest received		3,367		8,070	
Net cash generated from investing activities			3,367		172,667
Net cash used in financing activities			-		-
Net increase in cash and cash equivalents			159,878		567,732
Cash and cash equivalents at beginning of year			2,055,563		1,487,831
Cash and cash equivalents at end of year			<u>2,215,441</u>		<u>2,055,563</u>

THE BOURNEMOUTH HEALTHCARE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2018

1 Accounting policies

Charity information

The Bournemouth Healthcare Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Ward 10, Royal Bournemouth Hospital, Castle Lane East, Bournemouth, Dorset, BH7 7DW, United Kingdom. The directors of the company are the trustees. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

1.1 Accounting convention

The accounts have been prepared in accordance 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)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

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

The accounts have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the accounts, 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 accounts.

1.3 Charitable funds

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable objects.

Restricted funds are subject to specific conditions by donors as to how they may be used. There are no restricted funds during the period.

1.4 Incoming resources

Incoming resources from fundraising activities represent amounts receivable in respect of the provision of medical treatment to customers during the period.

The trustees have reviewed the classification of the activities carried out by The Bournemouth Private Clinic and have deemed that they are to be disclosed as fundraising activities rather than as charitable activities.

Investment income is included in the accounts when receivable.

1.5 Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of resources. Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

THE BOURNEMOUTH HEALTHCARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

1 Accounting policies

(Continued)

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs are the expenses incurred in fulfilling the charitable company's constitutional and statutory requirements.

Grants payable are payments made to third parties in the furtherance of the charitable objectives of the Trust. Single or multi-year grants are accounted for when either the recipient has a reasonable expectation that they will receive a grant and the trustees have agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and any condition attaching to the grant is outside the control of the Trust.

1.6 Tangible fixed assets

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

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

Equipment	straight line over 4 years
Da Vinci System	straight line over 7 years

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

1.7 Fixed asset investments

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

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

The investment in the subsidiary The Bournemouth Private Clinic Limited is valued at cost.

Current asset investments relate to fixed term deposits and are stated at the lower of cost and net realisable value.

1.8 Impairment of fixed assets

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

THE BOURNEMOUTH HEALTHCARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

1 Accounting policies

(Continued)

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/ expenditure for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

THE BOURNEMOUTH HEALTHCARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

2 Critical accounting estimates and judgements

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

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

Impairment of Da Vinci Robot

Each year a review is carried out to determine whether there is an impairment condition on the Da Vinci Robot ("the Robot"). Following a detailed analysis of the future attributable cash flows of the Robot, the trustees have taken the view that there is no impairment condition on the Robot in the current accounting period.

3 Income from Fundraising activities

	2018	2017
	£	£
The Bournemouth Private Clinic Limited turnover	1,385,315	1,920,927
Income from hire of equipment	36,000	36,000
Consumables recharged	271,911	269,666
	<u>1,693,226</u>	<u>2,226,593</u>

THE BOURNEMOUTH HEALTHCARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

4 Income from Investments

	2018	2017
	£	£
Interest receivable	3,367	8,070

5 Expenditure on Fundraising activities

	2018	2017
	£	£
Purchases	1,483,618	1,968,086
Wages and salaries	32,183	75,882
Pension costs	4,683	8,892
Staff welfare and training	2,553	8,232
Travelling	194	136
Rent	3,200	4,800
Insurance	5,595	4,477
Telephone	4,963	2,260
Computer software and maintenance	5,793	6,194
Printing, postage and stationery	9,631	5,295
Subscriptions	8,168	4,777
Sundry	2,858	453
Advertising	8,837	18,502
Depreciation	173,431	172,857
Bad debts written off (including movement on provisions)	5,852	35,980
BPC PPU launch / set up costs	18,255	23,647
	1,769,814	2,340,470
Analysis by fund		
Unrestricted funds	1,769,814	2,340,470
	1,769,814	2,340,470

THE BOURNEMOUTH HEALTHCARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

6 Expenditure on Charitable activities

	2018	2017
	£	£
Grants to The Royal Bournemouth and Christchurch Hospital NHS Foundation Trust:		
0913 Robot Maintenance Contract	120,000	120,000
0317 Ward Equipment	27,899	31,173
0318 CT/MRI wall lettering	366	-
	<u>148,265</u>	<u>151,173</u>

7 Governance costs

	2018	2017
	£	£
Audit fee	7,250	7,250
Accountancy fees	1,310	820
Bank charges	3,078	2,829
Legal fees	2,243	3,444
Foreign currency losses	-	6
	<u>13,881</u>	<u>14,349</u>

8 Trustees

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

9 Net movement in funds

	2018	2017
	£	£
Net movement in funds is stated after charging/(crediting)		
Fees payable to the company's auditor for the audit of the group's financial statements	7,250	7,290
Depreciation of owned tangible fixed assets	173,431	172,857
Operating lease charges	<u>123,200</u>	<u>124,800</u>

THE BOURNEMOUTH HEALTHCARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

10 Employees

The average monthly number of employees during the year was 2 (2017 - 4).

Employment costs	2018	2017
	£	£
Wages and salaries	32,183	74,221
Social security costs	-	1,661
Pension costs	4,683	8,892
	<u>36,866</u>	<u>84,774</u>

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

11 Tangible fixed assets

Group	Equipment
	£
Cost	
At 1 April 2017	1,212,295
At 31 March 2018	<u>1,212,295</u>
Depreciation and impairment	
At 1 April 2017	691,428
Depreciation charged in the year	173,431
At 31 March 2018	<u>864,859</u>
Carrying amount	
At 31 March 2018	<u>347,436</u>
At 31 March 2017	<u>520,867</u>

THE BOURNEMOUTH HEALTHCARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

11 Tangible fixed assets (Continued)

Charity	Equipment £
Cost	
At 1 April 2017	1,210,000
At 31 March 2018	1,210,000
Depreciation and impairment	
At 1 April 2017	691,428
Depreciation charged in the year	172,857
At 31 March 2018	864,285
Carrying amount	
At 31 March 2018	345,715
At 31 March 2017	518,572

12 Fixed asset investments

	Other investments
Cost or valuation	
At 1 April 2017 & 31 March 2018	1
Carrying amount	
At 31 March 2018	1
At 31 March 2017	1

	2018 £	2017 £
Other investments comprise:		
Investments in subsidiary	1	1

THE BOURNEMOUTH HEALTHCARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

13 Income from the subsidiary's trading income

The charity owns the whole of the issued ordinary share capital of The Bournemouth Private Clinic Limited, a company registered in England. The subsidiary's principal activity is the management of private healthcare operations. All activities have been consolidated on a line by line basis in the Statement of Financial Activities. The total net profit is gifted to the charity.

A summary of the results of the subsidiary is shown below:

	2018	2017
	£	£
Turnover	1,385,315	1,920,927
Cost of sales	(1,236,579)	(1,723,034)
Gross profit	148,736	197,893
Administrative expenses	(124,199)	(210,503)
Net interest receivable	504	1,972
Interest payable and similar charges	-	-
Net income for the year	25,041	(10,638)
Gift Aid donation	(14,403)	-
Retained profit/(loss) for the year	10,638	(10,638)
The aggregate of the net assets, liabilities and funds was:		
	2018	2017
	£	£
Tangible fixed assets	1,721	2,295
Current assets	432,770	608,259
Current liabilities	(792,298)	(635,081)
Amounts owed from / (to) the charity	357,808	13,890
Funds (representing one ordinary share of £1 each)	1	(10,637)

THE BOURNEMOUTH HEALTHCARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

14 Debtors

	Group		Charity	
	2018	2017	2018	2017
	£	£	£	£
Amounts falling due within one year:				
Trade debtors	224,968	266,359	-	-
Amounts due from related parties	62,258	81,231	62,258	81,231
Other debtors	2,102	1,602	987	1,602
Prepayments and accrued income	40,102	5,463	-	-
	<u>329,430</u>	<u>354,655</u>	<u>63,245</u>	<u>82,833</u>

15 Creditors: amounts falling due within one year

	Group		Charity	
	2018	2017	2018	2017
	£	£	£	£
Trade creditors	74,382	38,541	17,627	6,330
Amounts due to group undertakings	-	-	357,808	13,890
Amounts due to related parties	716,996	445,415	-	-
Other taxation and social security	-	1,737	-	-
Accruals and deferred income	77,370	178,181	64,378	36,303
Other creditors	5,555	13,840	-	-
	<u>874,303</u>	<u>677,714</u>	<u>439,813</u>	<u>56,523</u>

16 Financial instruments

	Group		Charity	
	2018	2017	2018	2017
	£	£	£	£
Carrying amount of financial assets				
Debt instruments measured at amortised cost	289,328	349,193	63,245	82,833
Equity instruments measured at cost less impairment	-	-	1	1
	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
Carrying amount of financial liabilities				
Measured at amortised cost	874,303	675,977	439,813	56,523
	<u>874,303</u>	<u>675,977</u>	<u>439,813</u>	<u>56,523</u>

THE BOURNEMOUTH HEALTHCARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

17 Operating lease commitments

Lessee

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

	Group 2018 £	2017 £	Charity 2018 £	2017 £
Within one year	120,000	121,200	120,000	120,000
Between two and five years	180,000	300,000	180,000	300,000
	<u>300,000</u>	<u>421,200</u>	<u>300,000</u>	<u>420,000</u>

18 Related party transactions

The Charity and Group are under the control of The Royal Bournemouth and Christchurch Hospital NHS Foundation Trust (the Hospital) by virtue of the powers within its Articles of Association.

During the year the Group received income totalling £313,861 (2017 - £309,776) and made purchases of £1,243,347 (2017 - £1,906,975) from the Hospital. In addition a grant of £148,265 (2017 - £151,173) was made from the Group to the Hospital towards medical equipment and other related costs. As at 31 March 2018 a net balance of £654,738 was owed to the Hospital (2017 - £364,184).

19 Cash generated from operations	2018 £	2017 £
Deficit for the year	(235,367)	(271,329)
Adjustments for:		
Investment income recognised in statement of financial activities	(3,367)	(8,070)
Depreciation and impairment of tangible fixed assets	173,431	172,857
Movements in working capital:		
Decrease in debtors	25,225	102,299
Increase in creditors	196,589	399,308
Cash generated from operations	<u>156,511</u>	<u>395,065</u>