Registered Charity Number: 1076958

Company Number: 03809663

Bluebell Wood Children's Hospice

(A Company Limited by Guarantee)

Trustees' Report and Financial Statements

for the year ended 31 March 2019

Bluebell Wood
CHILDREN'S HOSPICE

Bluebell Wood Children's Hospice

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Bluebell Wood Children's Hospice

Charity Information

Trustees

J Lister	Chair
K Metcalf	
P Seymour	
R Downs	(resigned 19 November 2018)
S Napper	(resigned 5 April 2018)
R Worth	
S Green	
A Fowlie	
B Atkinson	
S Allen	(appointed 25 June 2018)
J Wenninger	(appointed 25 June 2018)

Strategic Management Team

Claire Rintoul	Chief Executive (to 9 November 2018)
Nicola Martin	Finance Manager (to 15 March 2019)
Julie Birtwistle	Head of HR and volunteering (to 5 June 2018)
Helen Mower	Head of Fundraising
Madeleine Oldale	Head of Communications
Susan Wood	Director of Care
Nicola Marriott	Interim Head of HR & Volunteering (from 3 June 2018)

Registered charity number
1076958

Company number
03809663

Principal and registered office
Bluebell Wood Children's Hospice
Cramfit Road
North Anston
Sheffield
S25 4AJ

Auditor
Garbutt & Elliott Audit Limited
33 Park Place
Leeds
LS1 2RY

Bankers
The Royal Bank of Scotland plc
15 St Sepulchre Gate
Doncaster
DN1 1TF

Barclays Bank
1 St Pauls Place
121 Norfolk Street
Sheffield
S1 2JW

Investment Managers
Brewin Dolphin
12 Smithfield Street
London
EC1A 98D

Investec
Beech House
61 Napier Street
Sheffield
S11 SHA

Bluebell Wood Children's Hospice

Trustees' Report (including Directors' report and strategic report) for the year ended 31 March 2019

The Trustees present their report and the audited financial statements of the charity for the year ended 31 March 2019. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

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 on 16 July 2014 (as amended by Updated Bulleting 1 published on 2 February 2016).

In 2018/19 we helped 304 children with life-threatening and life-shortening conditions and their families across South Yorkshire, North Nottinghamshire, North Derbyshire and North Lincolnshire.

Introduction

This support included 24,816 hours of respite at our hospice, and 178 nights of specialist end-of-life care. We also welcomed children to 1,087 sessions of play, music and activity therapies. We accepted 53 new referrals during 2018/19, that's an average of one new family every week.
Our vital services don't just stop at the hospice doors, or with the death of a child. Alongside our work at the hospice, during 2018/19, we helped 61 families with counselling – 946 sessions at the hospice and 102 sessions in families' own homes.

Our motto is "Living with love and laughter" and every day we help families make the most of their time together; whether that's hours, days, weeks, months or years. We do this at the hospice, in families' homes, at schools and in hospitals.

This report covers our financial review for 2018/19, and we are proud to say that for every £1 that is given to us through donations and fundraising activities, 68p is spent on providing care and charitable activities to children and families going through unimaginably tough times.

Where our income comes from, financial highlights

Overall, our income for this period has increased by £454k (+10.8%) to a total of £4.641 million. This is mainly due to the significant increase achieved in fundraising activities and the Hospice Lottery. Donations have seen a minimal fall of £103k (-5.1%) during the period.

Overall, total expenditure has increased by £168k (+3.6%), of which wages and associated staff costs contribute £38k (+1.3%) of this increase. Another large increase in expenditure was in fundraising and marketing costs in order to generate additional income streams through the Hospice Lottery. In 2018/19, the Hospice managed the lottery internally, hence an increase in staff time to manage the service.

In 2018/19 we received £165k (2018: £165k) of our funding from NHS England and £225k (2018: £229K) from local NHS commissioning bodies. This represents less than 9% of our total income, meaning over 91% of our income is generated through our fundraising and charity shops.

In 2018-19 we received donations and legacies income of £2.267m (2018: £2.462m).

Our charity shop income has increased slightly to £0.767m (2018: £0.725m), which reflects the hard work shown by our dedicated staff to maintain this position when there is a decline being faced by high street retailers generally. The Bluebell Wood Trading Company Limited is materially in deficit, a position that we can't sustain. We made the difficult decision to close our Doncaster shop early in the year as trade was not as expected. We have further decided to close our Bakewell, Chesterfield and Worksop shops as trading conditions are challenging, we are being exposed to full business rates in some localities and as we reach the end of leases we have looked carefully at the options. Our intention is to consolidate our retail operation, return the Trading Company to a surplus position and grow again, as it not only provides valuable income, but it is also our presence in many communities.

Trustees' Report (including Directors' report and strategic report) for the year ended 31 March 2019

We make sure we have sufficient reserves to be able to run our services where there are fluctuations in income such as variations in the level of legacies we receive from one year to the next.

The table below shows our income over the past 5 years.

£'m	2015	2016	2017	2018	2019
Donations/Fundraising	1.8	1.7	1.9	2.0	1.9
Legacy	0.4	1.4	0.3	0.5	0.4
Charity shop trading	1.0	1.0	0.9	0.7	0.7
Care income	0.5	0.5	0.5	0.4	0.4
Events and other	0.2	0.3	0.2	0.2	0.5
Lottery	0.1	0.1	0.1	0.2	0.5
Investment income	0.1	0.1	0.2	-	0.2
	4.1	**5.1**	**4.1**	**4.2**	**4.6**

Where the money is spent

Our total expenditure on charitable activities for the year was £2.790m (2018: £2.935m) and £2.071m raising funds (2018: £1.758m). The increase in fundraising spend is largely a result of the introduction of lottery canvassers to help generate more lottery income.

The next table shows the detail of our charitable activities spend over the past 5 years.

£'000	2015	2016	2017	2018	2019
Salaries	1,891	2,069	2,088	2,191	1,931
Facilities	203	134	140	146	195
Asset depreciation	199	202	184	217	170
Care supplies	76	58	71	57	-
Medical consultant and agency staff	73	176	156	144	301
Training and recruitment	26	76	86	54	68
Other	94	125	100	116	125
	2,562	**2,840**	**2,825**	**2,925**	**2,790**

Investment Policy and Performance

We invest funds with our investment managers Brewin Dolphin and Investec Wealth & Investment. The aim is to achieve a level of return on the funds without significant risk. The investment portfolios are categorised:

- Investec Wealth & Investment fund 1 – low to medium risk
- Investec Wealth & Insurance fund 2 - low
- Brewin Dolphin – low to moderate

Trustees maintain a cautious approach to investments and do not invest directly in companies they believe are in direct contravention of our aims and objectives as a charity.

Investment income realised a net gain of £117k, versus a previous year net loss of £72k. The charity plans to consolidate their investments in 2019/20 under one investment company, to maximise income opportunities and to reduce fees. At the end of the financial period, the charity has consolidated listed investments, valued at £5.124m (2018: £5.148m) and cash and cash equivalents of £236k (2018: £205k)

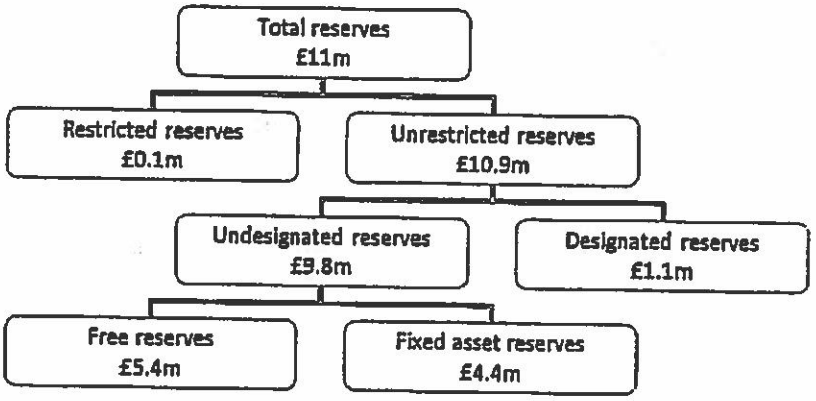
Bluebell Wood Children's Hospice

Trustees' Report (including Directors' report and strategic report) for the year ended 31 March 2019

Reserves policy

We aim to maintain sufficient free reserves to meet the ongoing running costs of the hospice for 9 - 12 months. This level of reserves makes sure we can cover any gap between funds raised and the ongoing costs as well as to cover for any emergency requirement for funding. The Group has £5.4m (Charity £5.7m, Trading -£300k) (2018: £5.3m (Charity £5.6m, Trading -£300k)) of free reserves which provides us with a higher level of cover than the reserves policy, to support our running costs. This ensures we can provide a consistently high quality of service 24/7 and not have to adjust our service to match income flows. In the financial period 2019/20, the charity will review its reserves policy in line with the latest guidance from the Charity Commission. This is to ensure that the Charity does not hold funds unnecessarily and above a level required, to meet the charities planned activities and to provide some protection against any unforeseen circumstances.

We continue to designate reserves for additional areas of investment in the coming years. In particular, we will focus on investing in our future and have designated funds to support our future strategy to reach more children and families.



Risk Management

We have a risk management policy and risk register to enable the identification, monitoring and establishment of controls to mitigate risks. We assess the likelihood and potential impacts of risks and ensure controls are in place to mitigate against those risks. Two Trustee sub committees, Clinical Governance and Finance and Resources, consider risks on a quarterly basis. The key risks are:

- **Fundraising income insufficient to cover the running costs of the hospice**
  Our fundraising strategy, experienced team and wide spread of types of fundraised income, all mean we are not reliant on one type of income. We hold reserves in line with our Reserves policy.

- **Failure of care quality commission audit**
  We were rated good at the last unannounced inspection, with an outstanding care rating. We have regular and robust reviews, audit, training and compliance in place as well as a reciprocal external inspection review.

- **Inexperienced or insufficient team to care for the children and young people**
  We pride ourselves on the strength of experience of our care team and have expanded the team in the past year as the demand for our services grows. Training and development of specialists in children's palliative care is a key part of our strategy. We work closely with the local hospitals and have consultant and registrars from Sheffield Children's Hospital as part of our team.

Bluebell Wood Children's Hospice

Trustees' Report (including Directors' report and strategic report) for the year ended 31 March 2019

- **Safety of children and young people**
  Safeguarding of people in our care is of upmost importance. The Care Quality Commission report stated that "The service was safe as the staff cared for the children and young adults and had a good understanding of the process to follow to protect and safeguard them from abuse and avoidable harm."

- **How did we do against our strategic aims and vision?**
  Our vision and strategic aims for 2018/21 are as follows:

  - **Reach twice as many children and families.**
    We remain committed to reaching more families who need us. During this year we strengthened our Community Team, allowing families a greater choice of care. We supported over 300 current families with 87% of families registered with us, accessing services.

  - **Care for babies, children, young people and their families; giving them the support they need in the way they want it.**
    We have adopted the national Children and Young People Advanced Care Plan Collaborative and extended our sibling team to support more children and young people in school (specifically around coming to terms with diagnosis and bereavement). We have extended our community short breaks, and doubled our music therapy hours.

  - **We will have amazing people, with the knowledge, skills and values to do the best for every family that needs us.**

    There is a widely-acknowledged national shortage of nursing staff, with vacancy rates at 10%. This figure is similar for children's hospices nationally. The past year has seen significant management change and a Trustee decision to invest in a new Senior Leadership Team structure, recruiting a new CEO, Director of Finance and Operations and a Director of Income Generation. We believe that this investment will provide a strong platform for the future development.

  - **We will raise the money that we need, and always use it well.**
    Our general approach is to raise funds ourselves and not to use third parties, unless for specific purposes. The only current practice is to our use of a third party lottery canvassing company, who comply with our standards of practice. We use techniques that are ethical, legal, do not inconvenience the public, and are not detrimental to our good name or standing in the local community. We do not use general solicitation techniques by telephone or door-to-door, and all fundraising activities undertaken follow the Fundraising Regulators Code of Fundraising Practice. We have received no complaints about fundraising during the year.

    Our diverse fundraising stream allows us to offer a variety of opportunities for people to support us. Building on strong roots in the local community we aim to provide supporters with the best possible experience, and a desire to continue their support.

    New events are added to our calendar every year, and existing events continue to be popular. To celebrate our 10th anniversary over 230 people attended our Birthday Ball helping to raise £19,000.

    We were delighted to have been chosen as the Master Cutler's charity for the year raising £207,000.

    Thousands of participants took part in our fifth Colour Dash helping to raise £25,000.

    Our lottery membership reached 10,000 and is still growing.

Bluebell Wood Children's Hospice

Trustees' Report (including Directors' report and strategic report) for the year ended 31 March 2019

- **Inspire learning, good practice and innovation to improve children's palliative hospice care.**
  Building a the newly formed Yorkshire and Humber Palliative Care Network from the previous year, the network was successful in securing funding from NHS England to pilot a Managed Clinical Network. This network is dedicated to improving palliative care across our region, our CEO sits on the Executive Committee and we are one of the six hubs in the network.

- **We will tell everyone what a children's hospice is, and can offer; and encourage people to use and support us.**
  During this period, we had 1,064 pieces of press coverage in regional and national publications. We shared our key messages with over 55,000 people on our social media platforms, and welcomed 81,185 unique visitors to our website (98% of whom were new visitors).
  34% of the families we helped last year came from our outer catchments Barnsley, North Derbyshire or North Lincolnshire.

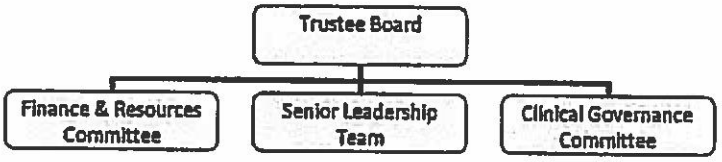
Looking to the future

We are looking to 2020 to develop a new 3 – 5 year strategic plan. Having achieved a great deal in the past 2 years we are looking to an ambitious future and will commence work in December 2019 to develop our vision and strategy for the years ahead.

Our governance Structure: governance and management

Bluebell Wood Children's Hospice is a charitable company limited by guarantee and governed by its Memorandum and Articles of Association. Bluebell Wood Trading Company Limited is a wholly owned subsidiary. (Company number 05030414).

As Trustees, we are responsible for the management of Bluebell Wood and that we deliver our charitable objectives. We have two committees, which meet at least quarterly. The full board meets to receive reports from the sub committees, Chief Executive and Senior Leadership Team.



The trustees who served during the year are set out on page 1. Trustees have the authority to appoint new trustees and at each Annual General Meeting, one third of the trustees are required to resign and may stand for re-election. New trustees undertake an induction programme both prior to and after appointment. This provides information on the vision and strategy, as well as their responsibilities as trustees. Trustees are drawn from many areas of expertise, including health, business and retail. We also have a parent trustee.

The trustees and the strategic management team are the people in charge of the strategic direction and operational management of Bluebell Wood. The trustees do not receive any remuneration or benefits.

Volunteers

Paid staff have been supported by over 550 regular volunteers, working in our retail outlets, the hospice, supporting in the community and at organised events:

- 12,484 hours volunteer work at the hospice, supporting tasks in administration, reception, finance, HR, maintenance and fundraising
- 44,798 hours volunteer work across the retail shops
- 270 individual volunteers helping with fundraising in the community and at events

Trustees' Report (including Directors' report and strategic report) for the year ended 31 March 2019

The charity works closely with local businesses who provide, employee volunteers. Corporate volunteers' days are structured, supporting activities such as:

- Gardening
- Checking equipment and preparation of resources for events
- Preparing crafts for activity days and helping with setup for key events such as the Remembering Day and Christmas Party.

Remuneration policy

Pay and benefits are set at a level to recognise the value of the role and the level of responsibility. Pay and benefits were compared to benchmarks for similar roles in the hospice and charity sector and the level set based on the experience and skills required for the roles. In normal circumstances, where affordable, annual cost of living rises are awarded. The award was 2% at 1 April 2018 (2017: 1%). Our performance framework links incremental pay to performance against objectives which are aligned to strategy.

Public Benefit Statement

We provide public benefit through the operation of a children's hospice providing palliative care, respite and short breaks together with end of life care. This public benefit is directly related to our charitable objectives. We confirm that we follow the Charity Commission's public benefit guidance.

Trustee and administrative details

Bluebell Wood Children's Hospice was founded in 1998. We are a UK registered charity and a limited company. Bluebell Wood Trading Company Limited was set up in 2004. The current objectives are as follows:

The relief of sickness, suffering and disability in the North of England, Midlands and adjacent areas in particular:

1. To provide medical, material, emotional, educational and spiritual care for and accommodation for children and young people suffering from life shortening and life threatening illnesses and conditions

2. To support the needs of members of the families of such children and young people as are occasioned by the sickness, disability or death of such children and young people in particular needs of counselling and accommodation

3. To promote, carry out, or take part in research into palliative or other care for any terminal or chronic sickness or disability which may affect children and young people and to publish the useful results of such research

4. To promote, encourage, provide or assist in the teaching or training of doctors, nurses, physiotherapists, administrators, social workers and other persons engaged in any branch of medicine, surgery, nursing or allied services

Bluebell Wood Children's Hospice

Trustees' Report (including Directors' report and strategic report) for the year ended 31 March 2019

Trustees' Responsibilities

The Trustees (who are also the directors for the purposes of company law) are responsible for preparing the Trustee annual report (including the strategic report) and the financial statements in accordance with applicable law and UK accounting Standards.

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and expenditure of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business,
- observe the principles in the Charities SORP 2015 (FRS102)
- state whether applicable UK Accounting Standards have been followed.

The trustees are responsible for keeping adequate accounting records which disclose, with reasonable accuracy, at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safe-guarding the assets of the company 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 company's auditors are unaware; and
- as trustees we have taken all the steps that we ought to in order to make ourselves aware of any relevant audit information and to establish that the auditors are aware of that information.

This report was approved by the Board of Trustees and signed on its behalf by

In approving the Trustees' Report, we also approve the strategic report included therein, in our capacity as company directors.

On behalf of the Board

Jon Lister
Trustee
17/12/2019

Independent Auditor's Report to the Members of Bluebell Wood Children's Hospice

Opinion

We have audited the financial statements of Bluebell Wood Children's Hospice and its subsidiary (the 'group') for the year ended 31 March 2019 which comprise a Consolidated Statement of Financial activities, the Group and Charity Balance Sheets, Statement of Cash Flows and related Notes to the financial statements, 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 group's and parent charitable affairs as at 31 March 2019 and of the group's incoming resources and application or 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 financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements 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 financial statements are not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's or parent charitable company'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 financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the trustees' report other than the financial statements and our auditor's report thereon. 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.

Independent Auditor's Report to the Members of Bluebell Wood Children's Hospice

In connection with our audit of the financial statements, 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 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 financial statements 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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report (incorporating the strategic report and the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report (incorporating the strategic report and the directors' report) have 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 group and parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report and director's 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 by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us;
- the parent charitable company's financial statements are not in agreement with the accounting records and returns;
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not obtained all the information and explanations we require for our audit.

Responsibilities of the 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 they 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 group's and parent 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 group or parent charitable company or to cease operations, or have no realistic alternative but to do so.

Independent Auditor's Report to the Members of Bluebell Wood Children's Hospice

Our responsibilities for the audit of the financial statements

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 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 financial statements.

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 auditor's report.

Use of Our 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. 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 auditor's 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's members as a body, for our audit work, for this report, or for the opinions we have formed.

Garbutt & Elliott Audit Limited

Laura Masheder
Senior Statutory Auditor

18 December 2019

For and on behalf of Garbutt & Elliott Audit Limited
Chartered Accountants
Statutory Auditor

33 Park Place
Leeds
LS1 2RY

Bluebell Wood Children's Hospice

Consolidated Statement of Financial Activities (incorporating an Income and Expenditure Account) for the year ended 31 March 2019

	Notes	Unrestricted funds £000's	Restricted funds £000's	2019 Total £000's	2018 Total £000's
Income:					
Donations and legacies	3	2,172	195	2,367	2,462
Charitable activities	4	390	-	390	394
Fundraising & trading activities	5	1,718	-	1,718	1,172
Investment income	6	154	-	154	159
Sundry income		12	-	12	-
Total income		4,446	195	4,641	4,187
Expenditure on:					
Charitable activities	7	(2,651)	(139)	(2,790)	(2,935)
Raising funds - trading	7	(778)	-	(778)	(910)
Raising funds - fundraising	7	(1,293)	-	(1,293)	(848)
Total expenditure	7	(4,722)	(139)	(4,861)	(4,693)
Net income/(expenditure) before other recognised gains and losses		(276)	56	(220)	(506)
Net investment gain/(loss)		117	-	117	(72)
Net income/(expenditure)		(159)	56	(103)	(578)
Transfers between funds	19	-	-	-	-
Net movement in funds		(159)	56	(103)	(578)
Reconciliation of funds					
Funds at 1 April 2018	19	11,001	67	11,068	11,646
Funds at 31 March 2019	19	10,842	123	10,965	11,068

All amounts relate to continuing operations.

All gains and losses recognised in the year are included in the consolidated statement of financial activities.

A fully detailed Statement of Financial Activities for the year ended 31 March 2019 is shown in note 27.

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

Bluebell Wood Children's Hospice

Consolidated and Charity Balance Sheet as at 31 March 2019

	Notes	Group 2019 £000's	Group As restated 2018 £000's	Charity 2019 £000's	Charity As restated 2018 £000's
Fixed assets					
Intangible assets	11	51	-	51	-
Tangible assets	12	4,364	4,558	4,295	4,463
Investments	13,14	5,124	5,418	5,124	5,418
		9,539	9,976	9,470	9,881
Current assets					
Stock		22	42	-	-
Debtors	15	397	464	919	935
Cash	16	1,295	924	1,078	750
		1,714	1,430	1,997	1,685
Liabilities falling due within one year	17	(288)	(338)	(249)	(275)
Net current assets		1,426	1,092	1,748	1,410
Net assets	19	10,965	11,068	11,218	11,291
Funds of the charity:					
Restricted	19	123	67	123	67
Unrestricted	19	10,842	11,001	11,095	11,224
Total Funds		10,965	11,068	11,218	11,291

The notes on pages 15 to 30 form part of these financial statements.

The Financial Statements were approved by the Trustees and signed on its behalf by:

Trustee 17/12/2019

Trustee 17/12/2019

Company Number: 03809663

Bluebell Wood Children's Hospice

Consolidated Statement of Cash Flow for the year ended 31 March 2019

	Note	2019 £'000	2018 As restated £'000
Net cash provided by operating activities	25	(124)	(256)
Cash flows from investing activities			
Purchase to acquire investments		(907)	(734)
Proceeds from the sale of investments		1,318	1,259
Investment income		154	159
Purchase of intangible assets		(57)	-
Purchase of tangible assets		(10)	(172)
Net cash flow from investing activities		498	512
Cash flow from financing activities			
Repayment of finance leases		(3)	(3)
Net cash flow from financing activities		(3)	(3)
Change in cash and cash equivalents in the year		371	253
Cash and cash equivalents at the beginning of the year		924	671
Cash and cash equivalents at the end of the year	16	1,295	924

Analysis of cash and cash equivalents

Cash at bank and in hand	236	205
Notice deposits (less than 3 months)	1,059	719
	1,295	**924**

Bluebell Wood Children's Hospice

Notes to the Financial Statements for the year ended 31 March 2019

1. Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

Company information

The Charity is limited by guarantee, with the liability of members limited to £1 per member. Bluebell Wood Children's Hospice is a charity registered with the Charities Commission in England and Wales. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are to help children with life threatening and life shortening conditions and their families.

Accounting convention

The financial statements have been prepared on a going concern basis 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 (FRS 102) (effective 1 January 2015) ("Charities SORP (FRS 102)"), the Financial Reporting Standard applicable in the UK and Ireland (FRS 102), the Companies Act 2006 and the Charities Act 2011.

Bluebell Wood Children's Hospice meets the definition of a public benefit entity under FRS 102.

Assets and liabilities are initially recognised at cost or transaction value unless otherwise stated in the relevant accounting policy notes.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £1,000.

On the grounds that the charitable company's results are consolidated into the charitable company's group accounts the charitable company has taken advantage of certain exemptions conferred by section 1.11 of FRS 102 as follows:

- Exemption from disclosing the carrying amounts of each category of financial assets and financial liabilities at the reporting date as required by section 11.41 of FRS 102.
- Exemption from presenting a charitable company statement of cash flows as a primary statement to the financial statements.

The significant accounting policies are set out below and have been applied consistently to all years presented unless otherwise stated.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Basis of consolidation

The consolidated accounts incorporate the results of Bluebell Wood Children's Hospice ("Charity") and its subsidiary undertakings on a line by line basis. No separate company Statement of Financial Activities has been prepared for the Charity as permitted by Section 408 of the Companies Act 2006. The results of the charity only are disclosed in note 21 to these financial statements.

Funds

The general fund represents the unrestricted funds which the Trustees are free to use in accordance with the charity's objects. Designated funds are unrestricted funds designated by the Trustees for specific purposes. Restricted funds are received for undertaking an activity specified by the donor. The cost 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.

Bluebell Wood Children's Hospice

Notes to the Financial Statements for the year ended 31 March 2019

1. Accounting policies

Taxation
Bluebell Wood Children's Hospice is an exempt charity within the meaning of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. No corporation tax charge has arisen in the subsidiary due to its policy of gifting all the taxable profits to Bluebell Wood Children's Hospice in the year.

Income
All income is included in the Statement of Financial Activities when the charity is entitled to the income, any performance conditions have been met, the receipt is probable and the amount can be measured reliably.

Donated services, assets and facilities are included as income at fair value where it is practical to quantify and the value can be measured reliably. A corresponding amount is recognised as expenditure or an asset as appropriate. No amounts are included for the value of services provided by volunteers which is in line with SORP (FRS 102).

Retail income includes stock sold during the year, exclusive of value added tax.

In accordance with Charities SORP(FRS 102), the value of volunteer time is not recognised in the financial statements. Please refer to the trustees' annual report for more information.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is recognised as expenditure in the period of receipt.

Income from goods donated for sale in the charity's shops is recognised at point of sale. As a result of the high volume of low value donated goods received by the charity, the cost of recognising these items at fair value on receipt would outweigh the benefit of recognising them in the financial statements

Investment Income and gains
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 interest paid or payable.

Dividend income from investment funds is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of dividends paid or payable.

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

- Cost of raising funds comprise the costs associated with attracting voluntary income, and those incurred by the commercial trading operation.
- Charitable activities comprises costs of delivery services to our beneficiaries. It includes both costs that can be allocated directly to those activities and those costs of an indirect nature necessary to support them, including staffing and other overhead costs.
- Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative and payroll costs. They are incurred directly in support of expenditure on the objects of the charity. Support costs have been allocated to cost categories on the basis of the use of the resources.

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

Notes to the Financial Statements for the year ended 31 March 2019

Allocation of support costs
Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include administration, finance, human resources, information systems and governance costs which support the services providing care to patients and families.

These costs have been allocated between the costs of raising funds and expenditure on charitable activities on the basis set out in note 7.

Fixed assets
Individual fixed assets costing more than £1,000 are capitalised and included at cost less accumulated depreciation. Depreciation is calculated to write down the cost of tangible fixed assets over their expected useful lives. The rates generally applicable are:

Freehold buildings	- 2% straight line
Furniture, fixtures and fittings	- 15% straight line
Computers	- 25% straight line
Motor vehicles	- 25% straight line

A full year's depreciation charge is provided for in year of acquisition.

Freehold land is not depreciated.

Investments
Investments (other than investments in subsidiaries) are stated at market value at the balance sheet date.

The investment portfolio is held to generate returns and gains for the group and accordingly is designated as fair value through profit and loss ("FVTPL"). Under this designation the portfolio is re-valued at each period end to its fair value, as determined by reference to quoted market prices and values determined by independent fund managers, with any gains or losses going through the Statement of Financial Activities.

For the purposes of the cash flow statement, the short term cash deposits held for reinvestment within investments have been treated as cash.

Investments in subsidiaries are stated at cost and the Trustees review the carrying value annually for indications of impairment.

Stock
Stock of bought in goods is valued at the lower of cost and net realisable value.

It is impractical to estimate the fair value of goods donated for sale in the charity's shops due to the high volume of these items and to include it on the balance sheet. The value of these goods to the charity is instead recognised when they are sold in the shops.

Financial instruments
The group 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.

Cash at bank and in hand
Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity held for working capital. Bank overdrafts are shown within borrowing in current liabilities.

Notes to the Financial Statements for the year ended 31 March 2019

Debtors
Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid.

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. The impairment loss is recognised in the income and expenditure account.

Creditors, loans and provisions
Creditors, loans and provisions are recognised where the group has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors, loans and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial Liabilities are only derecognised when, and only when, the group's obligations are discharged, cancelled or they expire.

Amounts recognised as provisions are best estimates of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation.

Leasing and hire purchase
Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets and are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Statement of Financial Activities so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Operating leases
Rentals under operating leases are charged to the Statement of Financial Activities on a straight line basis over the lease term.

Staff costs
The group contributes to a defined contribution scheme and a final salary scheme, the NHS pension scheme. Both schemes are accounted for as defined contribution schemes and the pension cost represents contributions payable by the group in respect of the year accounted for on an accruals basis in accordance with FRS102. All pension costs are allocated to unrestricted reserves.

2. Critical accounting estimates and areas of judgement

In the application of the group'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, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are outlined below.

Notes to the Financial Statements for the year ended 31 March 2019

2. Critical accounting estimates and areas of judgement (continued)

Depreciation of tangible assets
Depreciation policies have been set according to management's experience of the useful lives of the assets in each category, something which is reviewed annually.

Legacies
Legacies are recognised as income when probate has been granted, the charity has established its entitlement to the funds and where sufficient information is available to allow it to measure its entitlement.

3. Donations and legacies

	2019 £'000	2018 £'000
Donations	1,903	2,006
Legacies	464	456
	2,367	2,462

We have over 600 volunteers providing their time and skills in all areas of our work. This includes care, housekeeping, catering, fundraising, gardening, finance and our support groups. We greatly value all our volunteers. A value of their donated time is not included in the financial statements in accordance with SORP 2015 (FRS 102).

4. Charitable activities

	2019 £'000	2018 £'000
Clinical commissioning groups and local authorities	225	229
NHS England	165	165
	390	394

5. Fundraising and trading activities

	2019 £'000	2018 £'000
Fundraising activities	501	246
Lottery	464	201
Total fundraising	965	447
Total trading	753	725
	1,718	1,172

6. Investment income

	2019 £'000	2018 £'000
Investment income	154	159
	154	159

Notes to the Financial Statements for the year ended 31 March 2019

7. Analysis of expenditure including governance and support costs

For the year ended 31 March 2019:

	Charitable activities £'000	Retail £'000	Fundraising £'000	Total 2019 £'000
Wages and salaries	1,931	380	645	2,956
Premises and facilities	195	284	10	488
Depreciation and amortisation	170	25	9	205
Loss on sale of fixed assets	5	-	-	5
Fundraising and marketing	26	-	468	494
Trading	-	44	-	44
Legal and professional	18	1	18	37
Care	301	-	-	301
Administration	67	23	67	157
Motor and travel	9	21	9	39
Training and recruitment	68	-	24	92
Investment manager fees	-	-	43	43
Total expenditure	2,790	778	1,293	4,861

Support and governance costs

All governance and support costs are apportioned between the various costs of raising funds and charitable activities according to levels of direct expenditure. This method of apportionment represents a reasonable approximation of the usage of governance and support costs by each activity.

Support costs are included in the above totals as follows:

	Support costs £'000	Governance £'000	Total 2019 £'000
Wages and salaries	488	-	488
Premises and facilities	488	-	488
Depreciation and amortisation	210	-	210
Legal and professional	-	37	37
Administration	157	-	157
Motor and travel	39	-	39
Training and recruitment	92	-	92
Investment manager fees	43	-	43
Total support costs	1,517	37	1,554

Bluebell Wood Children's Hospice

Notes to the Financial Statements for the year ended 31 March 2019

7. Analysis of expenditure including governance and support costs (continued)

For the year ended 31 March 2018:

	Charitable activities £'000	Retail £'000	Fundraising £'000	Total 2018 £'000
Wages and salaries	2,190	485	243	2,918
Premises and facilities	147	280	8	435
Depreciation and amortisation	217	40	11	268
Fundraising and marketing	27	-	430	457
Trading	-	60	-	60
Legal and professional	9	9	9	27
Care	200	-	-	200
Administration	71	19	71	161
Motor and travel	20	17	19	56
Training and recruitment	54	-	6	60
Investment manager fees	-	-	51	51
Total expenditure	2,935	910	848	4,693

Support and governance costs

All governance and support costs are apportioned between the various costs of raising funds and charitable activities according to levels of direct expenditure. This method of apportionment represents a reasonable approximation of the usage of governance and support costs by each activity.

Support costs are included in the above totals as follows:

	Support costs £'000	Governance £'000	Total 2018 £'000
Wages and salaries	488	-	488
Premises and facilities	435	-	435
Depreciation and amortisation	268	-	268
Legal and professional	-	27	27
Administration	161	-	161
Motor and travel	56	-	56
Training and recruitment	60	-	60
Investment manager fees	51	-	51
Total support costs	1,519	27	1,546

£139k (2018: £72k) of the above costs were attributable to restricted funds. £4,758k (2018: £4,621k) of the above cost were attributable to unrestricted funds.

Notes to the Financial Statements for the year ended 31 March 2019

8. Staff costs

	2019 £'000	2018 £'000
Salaries	2,577	2,514
Pension cost	170	218
Employer's national insurance	209	186
	2,956	2,918

Two employees (2018: one) had a salary and benefits (excluding pension) between £60,001 and £70,000.

The key management personnel comprise the Trustees and the strategic management team. The total pay and employee benefits of the strategic management team (including the CEO) are £320k (2018: £251k).

Settlement agreements of £62k (2018: £28k) in total were paid during the year.

Redundancy payments of £nil (2018: £6k) in total were paid during the year.

The Trustees receive no remuneration benefits and expenses of £864 (2018: £730) were reimbursed.

Average number of employees

	2019	2018
Care	59	63
Support	60	43
Retail	39	33
	158	139

The full time equivalent number of employees were:

	2019	2018
Care	51	41
Support	56	36
Retail	26	22
	133	99

9. Net income

Net income is stated after:	2019 £'000	2018 £'000
Depreciation and amortisation	205	258
Auditor's remuneration	9	11
Loss on disposal of fixed assets	5	10
Operating lease rentals – property	182	191
Operating lease rentals – plant and equipment	10	30

10. Taxation

Bluebell Wood Children's Hospice is a registered charity and as such is a charity within the meaning of schedule 6 of the Finance Act 2010. Accordingly, the Hospice is potentially entitled to tax exemption under part 11 of the Corporation Tax Act 2010 or section 256 of the Taxation of Chargeable Gains Act 1992 in respect of income and gains arising.

Bluebell Wood Children's Hospice

Notes to the Financial Statements for the year ended 31 March 2019

11. Intangible Fixed Assets

Group and Charity	Software £000's
Cost	
At 1 April 2018	-
Additions	57
Transfers	36
Disposals	(5)
At 31 March 2019	88
Amortisation	
At 1 April 2018	-
Charge for year	10
Transfers	30
On disposals	(3)
At 31 March 2019	37
Net book values	
At 31 March 2019	51
At 31 March 2018	-

12. Fixed assets

Group	Land and buildings £'000	Computers £'000	Motor vehicles £'000	Fixtures & equipment £'000	Total £'000
Cost					
As at 1 April 2018	5,270	145	93	1,049	6,557
Additions	-	-	-	10	10
Transfers	-	-	-	(36)	(36)
Disposals	-	(46)	-	-	(46)
At 31 March 2019	5,270	99	93	1,023	6,485
Depreciation					
As at 1 April 2018	1,026	117	77	779	1,999
Charge for the year	106	15	6	68	195
Transfers	-	-	-	(30)	(30)
Disposals	-	(43)	-	-	(43)
As at 31 March 2019	1,132	89	83	817	2,121
Net book value					
As at 31 March 2019	4,138	10	10	206	4,364
As at 31 March 2018	4,244	28	16	270	4,558

Bluebell Wood Children's Hospice

Notes to the Financial Statements for the year ended 31 March 2019

12. Fixed assets (continued)

Charity	Land and buildings £'000	Computers £'000	Motor vehicles £'000	Fixtures & equipment £'000	Total £'000
Cost					
As at 1 April 2018	5,270	145	42	795	6,252
Additions	-	-	-	10	10
Transfers	-	-	-	(36)	(36)
Disposals	-	(46)	-	-	(46)
At 31 March 2019	5,270	99	42	769	6,180
Depreciation					
As at 1 April 2018	1,026	116	31	616	1,789
Charge for the year	106	15	4	44	169
Transfers	-	-	-	(30)	(30)
Disposals	-	(43)	-	-	(43)
As at 31 March 2019	1,132	88	35	630	1,885
Net book value					
As at 31 March 2019	4,138	11	7	139	4,295
As at 31 March 2018	4,244	29	11	179	4,463

13. Listed Investments

	2019 £'000	2018 £'000
At 1 April 2018	5,418	6,015
Purchase at cost	907	734
Proceeds from sale of investment	(1,318)	(1,259)
Reduced and Increased gain's/(loss') on investments	117	(72)
Value at 31 March 2019	5,124	5,418
Listed investments	5,124	5,418
Cash and cash equivalents	236	205
	5,360	5,623

The historic cost of investments at 31 March 2019 was £4,604k (2018: £4,976).

14. Unlisted Investments

	2019 £	As Restated 2018 £
Cost		
Investment in subsidiary	100	100

The investment represents the 100% ownership and control of Bluebell Wood Trading Company Limited. (Company number 05030414).

Subsidiary Trading Company

The results and net assets are:	2019 £'000	2018 £'000
Turnover	767	725
Expenditure	(796)	(829)
Loss for the year	(29)	(104)
Assets	353	363
Liabilities	(684)	(586)
	(331)	(223)

Bluebell Wood Children's Hospice

Notes to the Financial Statements for the year ended 31 March 2019

15. Debtors

	Group		Charity	
	2019 £'000	2018 £'000	2019 £'000	As restated 2018 £'000
Amounts due from subsidiary undertaking	-	-	567	523
Accrued income	203	239	203	240
Trade debtors	44	71	43	70
Prepayments	46	56	10	17
VAT recoverable	102	96	96	85
Other debtors	2	2	-	-
	397	464	919	935

16. Cash

	Group		Charity	
	2019 £'000	2018 £'000	2019 £'000	2018 £'000
Cash held in investment portfolios (less than 3 months)	236	205	236	205
Cash at bank	1,059	719	842	545
	1,295	924	1,078	750

17. Creditors: falling due within one year

	Group		Charity	
	2019 £'000	2018 £'000	2019 £'000	2018 £'000
Trade creditors	130	118	104	75
Accruals and other creditors	55	118	47	104
Tax and national insurance	50	53	45	47
Deferred income	53	46	53	46
Obligations under finance leases	-	3	-	3
	288	338	249	275

18. Deferred income

	2019 £'000	2018 £'000
At 1 April	46	25
Additions during the year	53	46
Amounts released to income	(46)	(25)
At 31 March	53	46

Deferred income comprises £53k lottery receipts only (2018: £34k lottery and £12k other).

Bluebell Wood Children's Hospice

Notes to the Financial Statements for the year ended 31 March 2019

19. Statement of funds

For the year ended 31 March 2019	1 April 2018 £'000	Income £'000	Expenses £'000	Transfers £'000	Net investment gains £'000	At 31 March 2019 £'000
Unrestricted						
Free reserves						
Charity	5,626	3,679	(3,740)	6	117	5,688
Trading	(317)	767	(772)	-	-	(322)
Fixed asset reserves	4,558	-	(210)	67	-	4,415
	9,867	4,446	(4,722)	73	117	9,781
Designated						
Building	51	-	-	-	-	51
IT	73	-	-	(3)	-	70
Strategy	960	-	-	(21)	-	939
People	50	-	-	(49)	-	1
	1,134	-	-	(73)	-	1,061
Total unrestricted funds	11,001	4,446	(4,722)	-	117	10,842
Restricted						
Match Room Sport	28	83	(76)	-	-	35
Other	39	112	(63)	-	-	88
Total restricted funds	67	195	(139)	-	-	123
Total funds	11,068	4,641	(4,861)	-	117	10,965

For the year ended 31 March 2018	1 April 2017 £'000	Income £'000	Expenses £'000	Transfers £'000	Net investment losses £'000	At 31 March 2018 £'000
Unrestricted						
Free reserves						
Charity	5,550	3,306	(3,627)	469	(72)	5,626
Trading	(243)	725	(799)	-	-	(317)
Fixed asset reserves	4,654	-	(195)	99	-	4,558
	9,961	4,031	(4,621)	568	(72)	9,867
Designated						
Building	80	-	-	(29)	-	51
IT	73	-	-	-	-	73
Strategy	1,360	-	-	(400)	-	960
People	90	-	-	(40)	-	50
	1,603	-	-	(469)	-	1,134
Total unrestricted funds	11,564	4,031	(4,621)	99	(72)	11,001
Restricted						
Morrisons care income	23	73	(16)	(40)	-	40
Match Room Sport	59	-	-	(59)	-	-
Other	-	83	(56)	-	-	27
Total restricted funds	82	156	(72)	(99)	-	67
Total funds	11,646	4,187	(4,693)	-	(72)	11,068

Designated reserves are unrestricted funds set aside for future spend and development of the Hospice in the areas of building development, IT, People and Strategy. Transfers have been made in the year as designated funds have been utilised.

Restricted funds are funds which are used in accordance with specific restrictions imposed by the donor. During the year assets bought by restricted funds have been transferred to the fixed asset reserve. There are two restricted fund balances over £10k at the year end, £83K was received from Matchroom Sport for sponsorship of nurses.

Notes to the Financial Statements for the year ended 31 March 2019

20. Analysis of net assets between funds

Group

As at 31 March 2019	Restricted funds £'000	Designated funds £'000	Fixed asset fund £'000	Free reserves £'000	Total 2019 £'000
Fixed assets	-	-	4,415	-	4,415
Investments	-	-	-	5,124	5,124
Current assets	123	1,061	-	530	1,714
Current liabilities	-	-	-	(287)	(288)
	123	1,061	4,415	5,367	10,965

Charity

As at 31 March 2019	Restricted funds £'000	Designated funds £'000	Fixed asset fund £'000	Free reserves £'000	Total 2019 £'000
Fixed assets	-	-	4,346	-	4,346
Investments	-	-	-	5,124	5,124
Current assets	123	1,061	-	813	1,997
Current liabilities	-	-	-	(249)	(249)
	123	1,061	4,346	5,688	11,218

Group

As at 31 March 2018	Restricted funds £'000	Designated funds £'000	Fixed asset fund £'000	Free reserves £'000	Total 2018 £'000
Fixed assets	-	-	4,558	-	4,558
Investments	-	-	-	5,418	5,418
Current assets	67	1,134	-	229	1,430
Current liabilities	-	-	-	(338)	(338)
	67	1,134	4,558	5,309	11,068

Charity

As at 31 March 2018	Restricted funds £'000	Designated funds £'000	Fixed asset fund £'000	Free reserves £'000	Total 2018 £'000
Fixed assets	-	-	4,463	-	4,463
Investments	-	-	-	5,418	5,418
Current assets	67	1,134	-	484	1,685
Current liabilities	-	-	-	(275)	(275)
	67	1,134	4,463	5,627	11,291

21. Income and expenditure of the charity

The Consolidated Statement of Financial Activities is for the group as a whole. A separate Statement of Financial Activities for the charity itself is not presented because it has taken advantage of the exemptions afforded by Section 408 of the Companies Act 2006.

The results of the Charity are as follows:

	2019 £'000	As restated 2018 £'000
Total income	3,893	3,475
Total expenditure	(4,083)	(3,879)
Total net investment gains/(losses)	117	(72)
Net (decrease)	(73)	(476)

The comparative includes a prior year restatement which increased expenditure by £96k.

Notes to the Financial Statements for the year ended 31 March 2019

22. Ultimate controlling party

There is no overall controlling party.

23. Pension commitments – Group

The charity contributes to two pension schemes for the employees, both of which are treated as defined contribution schemes and the pension costs are the contribution to the schemes as disclosed in note 8. All pension payments are from unrestricted reserves.

The group personal pension scheme with Royal London is a defined contribution scheme. The pension cost charge for the year amounted to £82,752 (2018: £97,613).

Eligible staff are able to remain in the NHS Pensions Scheme as if they were still in the employment of an employing authority. The NHS Pension Scheme is an unfunded occupational pension scheme backed by the Exchequer, which is open to all NHS employees and employees of approved organisations. The scheme provides pensions, based on final salary, in varying circumstances for employees of participating employers. The scheme receives contributions from employers and employees to defray the costs of pensions and other benefits. The scheme is subject to a full actuarial valuation every four years and an accounting valuation every year. Details of benefits payable, and the basis for valuations under these provisions can be found on the NHS Pensions website at www.nhsbsa.nhs/pensions.

In the year ended 31 March 2019, the charity made contributions to the NHS Pension Scheme totalling £87,097 (2018: £120,387). Employer contributions were 14.38% and employee contributions were in the range of 5% to 13.5% of pensionable pay.

24. Operating lease commitments – Group

	Other		Land and buildings	
Expiry date	2019 £'000	2018 £'000	2019 £'000	2018 £'000
Within one year	7	-	127	17
Between two and five years	3	57	318	174
After more than five years	-	-	96	522
	10	57	541	713

25. Reconciliation of net movement in funds to net cash flow from operating activities – Group

	2019 £'000	2018 As restated £'000
Net (expenditure)/income before other recognised gains/(losses)	(220)	(506)
Investment income	(154)	(159)
Amortisation	10	-
Depreciation	195	258
Loss on disposal of fixed assets	5	10
Decrease in stock	20	6
Decrease in debtors	67	62
(Decrease)/ Increase in creditors	(47)	73
Net cash flow from operating activities	(124)	(256)

Bluebell Wood Children's Hospice

Notes to the Financial Statements for the year ended 31 March 2019

26. Related party transactions

During the year, Bluebell Wood Children's Hospice conducted the following transactions with its subsidiary, Bluebell Wood Trading Company Limited:

At 31 March 2019, Bluebell Wood Children's Hospice was due £567k from Bluebell Wood Trading Company Limited (2018: £523k). Interest is charged at 3% on the loan and has been accrued as at the year end.

There were no transactions between the charity and its Trustees during the year that required disclosing as related party transactions under FRS 102.

27. Comparative Consolidated Statement of Financial Activities

	Unrestricted funds £	Restricted funds £	2018 Total £000's
Income:			
Donations and legacies	2,306	156	2,462
Charitable activities	394	-	394
Fundraising and trading activities	1,172	-	1,172
Investment income	159	-	159
Total income	4,031	156	4,187
Expenditure			
Charitable activities	(2,863)	(72)	(2,935)
Raising funds - trading	(910)	-	(910)
Raising funds - fundraising	(848)	-	(848)
Total expenditure before gains/(losses)	(4,621)	(72)	(4,693)
Net income/(expenditure) before other recognised gains and losses	(590)	84	(506)
Net investment (loss)	(72)	-	(72)
Net income expenditure	(662)	84	(578)
Transfer of funds	99	(99)	-
Net movement in funds	(563)	(15)	(578)
Reconciliation of funds			
Funds at 1 April 2017	11,564	82	11,646
Funds at 31 March 2018	11,001	67	11,068

Bluebell Wood Children's Hospice

Notes to the Financial Statements for the year ended 31 March 2019

28. Prior period adjustment – Group

Changes to the Consolidated balance sheet

	At 31 March 2018		
	As previously reported £000's	Adjustment £000's	As restated £000's
Current assets			
Stocks	78	(36)	42
Net assets	11,104	(36)	11,068
Funds			
Unrestricted funds	11,037	(36)	11,001

Prior period adjustment – Charity

Changes to the balance sheet

	At 31 March 2018		
	As previously reported £000's	Adjustment £000's	As restated £000's
Current assets			
Amounts due from subsidiary	619	(96)	523
Net assets	11,387	(96)	11,291
Funds			
Unrestricted funds	11,320	(96)	11,224

Changes to the statement of financial activities

	At 31 March 2018		
	As previously reported £000's	Adjustment £000's	As restated £000's
Charitable expenditure	(3,783)	(96)	(3,879)
Deficit for the year	(380)	(96)	(476)

Notes to reconciliation

Donated goods cost transfer
In the prior year, the income attributable to donated goods was transferred from Bluebell Wood Trading Company Limited to Bluebell Wood Children's Hospice. The prior period has been restated to transfer the corresponding costs.

Donated goods stock
In the prior year, an amount of £36,444 donated goods stock was recognised. As retail gift aid is claimed on the donated goods, the stock is not under the ownership of the charity as under the retail gift aid provisions, the charity is selling as an agent. Therefore, this stock has been reversed.

Profit and loss account
An amount of £96,107 has been transferred from wages and salaries and transferred to Bluebell Wood Children's Hospice, relating to costs attributable to donated goods sales.