

Charity registration number 900063

**THE BOURNEMOUTH CHEST DISEASES CHARITABLE TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023**

THE BOURNEMOUTH CHEST DISEASES CHARITABLE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Rev'd J H Simmons Dr J A M Turner QHP, FRCP Dr R E K Russell PhD, FRCP Mr A Simmons
Honorary Secretary	Dr D Laws FRCP
Charity number	900063
Principal address	Royal Bournemouth Hospital Castle Lane Bournemouth Dorset BH7 7DW
Independent examiner	Peter Barton FCCA ART Accountants Limited Ground Floor 11 Manvers Street Bath BA1 1JQ
Bankers	National Westminster Bank Plc The Castlepoint Centre Castle Lane West Bournemouth BH8 9US

THE BOURNEMOUTH CHEST DISEASES CHARITABLE TRUST

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THE BOURNEMOUTH CHEST DISEASES CHARITABLE TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 5 APRIL 2023

The trustees present their annual report and financial statements for the year ended 5 April 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements 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 (FRS 102)" (effective 1 January 2019).

Objectives and activities

The Bournemouth Chest Diseases Charitable Trust was established in February 1989 in Bournemouth, Dorset with the purpose of "relieving persons under the care of the Chest Physicians in the East Dorset Health Authority and suffering from Chest Diseases".

In order to achieve these objectives the Trustees are empowered to "assist in the provision of improved facilities for investigation, diagnosis, education and treatment of patients attending the Royal National Hospital, the Royal Victoria Hospital and the Bournemouth General Hospital. The Trustees are furthermore empowered to assist persons with Chronic Chest Diseases in the management of their condition at home by the provision of any necessary services and equipment for the benefit of such persons".

Since the drawing up of the Deed, the Royal National Hospital and the Royal Victoria Hospitals have closed, and the Bournemouth General Hospital has been renamed "The Royal Bournemouth Hospital".

The Trustees identify projects and organisations they wish to support and so the Trust does not make grants to people or organisations that apply speculatively. They believe that the public benefit requirement is fully satisfied as the support is provided through Hospitals which are open to all within the catchment area covered by the Trust.

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

Procedures and policy for making grants

The Trustees normally meet twice a year to consider what grants they will make and to review any feedback they have received. Nominations for grants are elicited by formal and informal means. The formal means involves inviting the Bournemouth and Poole Hospital Management to submit grant requests for developments that lie within the Trust's objects. Though the Trustees make some small grants with no formal application, they normally ask other organisations to submit a formal application saying how the funds would be used and what would be achieved.

The Trustees' policy, which is communicated to all beneficiaries, is to commit to grants for a maximum of three years, with no guarantee of funding beyond that period.

Achievements and performance

Grants towards various projects have been continued during the year from the Designated Funds, as detailed in note 6 and 16 to the Accounts. It is the Trustees' policy to utilise the Trust income mainly for such grants in future years. Grants are made in order to improve patient care where Health Service funding is not available. The impact of grants made is reviewed by the Trustees at each Trustee meeting, and they are satisfied that significant improvements in patient care have been achieved.

THE BOURNEMOUTH CHEST DISEASES CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

Financial review

During the year ended 5th April 2023 the Trust received gifts, grants, legacies and bequests totalling £469 (2022 - £5,025). It also received investment income of £163,475 (2022 - £154,928).

The Trust's funds are all unrestricted, but the Trustees have designated funds for future projects separately. A transfer to the designated funds amounting to £10,857 has been made in the year, representing a net increase in the commitments agreed by the Trustees. At the year-end the balance of designated funds stood at £917,950 (2022 - £956,500), as summarised in note 16.

The overall result for the year shows a deficit of £128,114 (2022 - surplus £722,127). Included in the deficit is an unrealised loss on the revaluation of the Charities Property Fund of £138,980 (2022 - profit of £145,674) and an unrealised loss of £84,866 on the revaluation of the Rathbones investment portfolio (2022 - profit of £133,355). The closing fund balance stood at £4,216,407, (2022 - £4,344,521).

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a minimum level equivalent to six month's expenditure. The trustees considers 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 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' investment policy is to invest partly in commercial property with an above average yield in order to maintain income for immediate use, and partly in a managed quoted portfolio to provide a balance between income and long term growth. The Trustees aim to retain sufficient liquid funds on immediate access and short term deposits to meet their future commitments.

The trustees has 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 Trustees annually review the risks that the charity faces. To date these have mainly related to investment management and have been ameliorated by the sale of individual properties and reinvestment of the proceeds in the Charities Property Fund. Investments are held for the longer term, and are designed to provide sufficient income to enable the Trust to carry out its objectives.

Plans for future periods

The Trustees intend to continue providing grants in a similar way to the recent past continuing the emphasis on projects at Bournemouth and Poole Hospitals and with local Primary Care Trusts, and for training, but retaining flexibility as to the timing, and scale of grant making.

It is likely that within the foreseeable future, there will be a major building project at the Royal Bournemouth Hospital, which will involve the Thoracic Medicine Department. The Trustees would wish to support the continuing excellence of the Thoracic Medicine Department and to this end have designated the sum of £750,000 to be held in reserve towards any requests that may be agreed for this purpose.

Structure, governance and management

The charity was established in February 1989 and is registered with the Charity Commission No. 900063. The charity is an unincorporated body whose governing document is a Trust Deed.

The trustees who served during the year and up to the date of signature of the financial statements were:

Rev'd J H Simmons

Dr S M Malpas MB, Bch, BAO

(Resigned 19 April 2023)

Dr J A M Turner QHP, FRCP

Dr R E K Russell PhD, FRCP

Mr A Simmons

Dr C Wedderburn

(Appointed 12 July 2022 and resigned 14 February 2023)

THE BOURNEMOUTH CHEST DISEASES CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

The trust deed stipulated the first Trustees, who continue to serve. New Trustees are identified and appointed by the remaining Trustees. The chairman of the Trust is responsible for the induction of any new Trustee, which would involve awareness of a Trustee's responsibilities, the governing document, administrative procedures, the history and philosophical approach of the charity. A new Trustee receives copies of the previous year's annual report and accounts and a copy of the Charity Commission leaflet 'The Essential Trustee: What You Need to Know'.

The Trustees have appointed an Honorary Secretary, Dr D. Laws, who is a consultant in the Thoracic Medicine Department of the Royal Bournemouth Hospital. They have also appointed an administrator who deals with correspondence and bookkeeping.

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



Rev'd J H Simmons

Trustee

Date: 12/1/24

THE BOURNEMOUTH CHEST DISEASES CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE BOURNEMOUTH CHEST DISEASES CHARITABLE TRUST

I report on the financial statements of the charity for the year ended 5 April 2023, which are set out on pages 5 to 13.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the financial statements. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- (i) examine the financial statements under section 145 of the 2011 Act;
- (ii) to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- (iii) to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the financial statements present a 'true and fair view' and the report is limited to those matters set out in the next statement.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for the financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In connection with my examination, no other matter except that referred to in the previous paragraph has come to my attention:

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
 - (i) to keep accounting records in accordance with section 130 of the 2011 Act; and
 - (ii) to prepare financial statements which accord with the accounting records and comply with the accounting requirements of the 2011 Act;have not been met or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

Mr Peter Barton FCCA 
ART Accountants Limited

Ground Floor
11 Manvers Street
Bath
BA1 1JQ

Dated: 12 January 2024

THE BOURNEMOUTH CHEST DISEASES CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 5 APRIL 2023

	Notes	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Income from:			
Donations and legacies	3	469	5,025
Investments	4	163,475	154,928
Total income		<u>163,944</u>	<u>159,953</u>
Expenditure on:			
Raising funds	5	15,011	16,062
Charitable activities	6	53,201	50,793
Total expenditure		<u>68,212</u>	<u>66,855</u>
Net gains/(losses) on investments	10	(223,846)	629,029
Net movement in funds		(128,114)	722,127
Fund balances at 6 April 2022		4,344,521	3,622,394
Fund balances at 5 April 2023		<u>4,216,407</u>	<u>4,344,521</u>

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

All income and expenditure derive from continuing activities.

THE BOURNEMOUTH CHEST DISEASES CHARITABLE TRUST

BALANCE SHEET

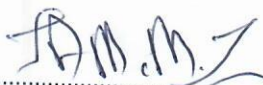
AS AT 5 APRIL 2023

	Notes	2023		2022	
		£	£	£	£
Fixed assets					
Investment property	12		1,200,000		1,200,000
Investments	13		2,459,082		2,694,114
			<u>3,659,082</u>		<u>3,894,114</u>
Current assets					
Cash at bank and in hand		589,465		481,089	
Creditors: amounts falling due within one year	14	(32,140)		(30,682)	
Net current assets			<u>557,325</u>		<u>450,407</u>
Total assets less current liabilities			<u><u>4,216,407</u></u>		<u><u>4,344,521</u></u>
Income funds					
<u>Unrestricted funds</u>					
Designated funds	16	917,950		956,500	
General unrestricted funds		3,298,457		3,388,021	
			<u>4,216,407</u>		<u>4,344,521</u>
			<u><u>4,216,407</u></u>		<u><u>4,344,521</u></u>

The financial statements were approved by the Trustees on 12/1/24



Rev'd J H Simmons
Trustee



Dr J A M Turner QHP, FRCP
Trustee

THE BOURNEMOUTH CHEST DISEASES CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2023

1 Accounting policies

Charity information

The Bournemouth Chest Diseases Charitable Trust is an unincorporated body whose governing document is a Trust Deed..

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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 £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 Resources expended

THE BOURNEMOUTH CHEST DISEASES CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

1 Accounting policies

(Continued)

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

1.7 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.

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.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans 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.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

THE BOURNEMOUTH CHEST DISEASES CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

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.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Donations and gifts	469	5,025
	<u>469</u>	<u>5,025</u>

4 Investments

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Rental income	81,600	81,046
Income from listed investments	81,140	73,867
Interest receivable	735	15
	<u>163,475</u>	<u>154,928</u>

5 Raising funds

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
<u>Investment management</u>	15,011	16,062
	<u>15,011</u>	<u>16,062</u>

THE BOURNEMOUTH CHEST DISEASES CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

6 Grants payable

	2023 £	2022 £
Grants to institutions:		
Respiratory Research Nurse	240	1,652
Physiology Appentice	-	10,693
Ultrasound	47,549	34,895
Pulmonary Rehab equipment	68	-
	<u>47,857</u>	<u>47,240</u>

7 Support costs

	Support costs £	Governance costs £	2023 £	Support costs £	Governance costs £	2022 £
Website and publicity	1,550	-	1,550	116	-	116
Bank charges	14	-	14	2	-	2
Accounts preparation fees	-	2,880	2,880	-	2,635	2,635
Independent examiner's fees	-	900	900	-	800	800
	<u>1,564</u>	<u>3,780</u>	<u>5,344</u>	<u>118</u>	<u>3,435</u>	<u>3,553</u>
Analysed between Charitable activities	<u>1,564</u>	<u>3,780</u>	<u>5,344</u>	<u>118</u>	<u>3,435</u>	<u>3,553</u>

8 Trustees

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

Mr J H Simmons, a trustee, acted in a professional capacity and was paid fees of £1,600 (2022 - £1,600).

9 Employees

There were no employees during the year.

THE BOURNEMOUTH CHEST DISEASES CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

10 Net gains/(losses) on investments

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Revaluation of investments		
Gain/(loss) on sale of investments	(227,241)	258,291
Revaluation of investment properties	3,395	20,738
	-	350,000
	<u>(223,846)</u>	<u>629,029</u>

11 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

12 Investment property

	2023
	£
Fair value	
At 6 April 2022 and 5 April 2023	<u>1,200,000</u>

Investment property comprises of a commercial unit, Unit R Elliott Road, Bournemouth. The fair value of the investment property has been arrived at on the basis of a valuation carried out in January 2022 by Goadsby Chartered Surveyors, who are not connected with the charity. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

13 Fixed asset investments

	Listed investments	Cash in portfolio	Total
	£		£
Cost or valuation			
At 5 April 2023	2,646,268	47,846	2,694,114
Additions	387,307	-	387,307
Valuation changes	(227,305)	(5,013)	(232,318)
Disposals	(390,021)	-	(390,021)
At 5 April 2023	<u>2,416,249</u>	<u>42,833</u>	<u>2,459,082</u>
Carrying amount			
At 05 April 2023	<u>2,416,249</u>	<u>42,833</u>	<u>2,459,082</u>
At 05 April 2022	<u>2,646,268</u>	<u>47,846</u>	<u>2,694,114</u>

THE BOURNEMOUTH CHEST DISEASES CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

13 Fixed asset investments

(Continued)

	2023 £	2022 £
Investments at fair value comprise:		
Charities Property Fund	910,137	1,049,117
Rathbones Investment Management	1,548,948	1,644,997
	<u>2,459,085</u>	<u>2,694,114</u>

Fixed asset investments revalued

Investments are included in the accounts on a fair value basis. The historical cost of investments is £2,214,340 (2022 - £2,130,824).

14 Creditors: amounts falling due within one year

	Notes	2023 £	2022 £
Other taxation and social security		8,908	8,772
Deferred income	15	17,710	17,710
Other creditors		5,522	4,200
		<u>32,140</u>	<u>30,682</u>

15 Deferred income

	2023 £	2022 £
Arising from Rental income	17,710	17,710
	<u>17,710</u>	<u>17,710</u>

Deferred income is included in the financial statements as follows:

	2023 £	2022 £
Deferred income is included within:		
Current liabilities	17,710	17,710
	<u>17,710</u>	<u>17,710</u>
Movements in the year:		
Deferred income at 6 April 2022	17,710	17,156
Released from previous periods	(17,710)	(17,156)
Resources deferred in the year	17,710	17,710
	<u>17,710</u>	<u>17,710</u>
Deferred income at 5 April 2023	17,710	17,710

THE BOURNEMOUTH CHEST DISEASES CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

16 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 6 April 2021 £	Resources expended £	Transfers £	Balance at 6 April 2022 £	Resources expended £	Transfers £	Balance at 5 April 2023 £
Grant commitments	957,100	(47,240)	46,640	956,500	(49,407)	10,857	917,950
	<u>957,100</u>	<u>(47,240)</u>	<u>46,640</u>	<u>956,500</u>	<u>(49,407)</u>	<u>10,857</u>	<u>917,950</u>