



# Glasgow Children's Hospital Charity



## Consolidated Report and Financial Statements

Year ended 31 March 2022

Company number: SC222439  
Charity number: SC007856

**Glasgow Children's Hospital Charity**  
**Consolidated Report and Financial Statements 2022**

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## Chair's Report

Throughout the past year, the COVID-19 pandemic and consequent restrictions have continued to have a direct impact on Glasgow Children's Hospital Charity. As a Charity we witnessed a slower than expected return to fundraising events and activities, a sentiment echoed by many others in the voluntary sector. Whilst there was an undisputed desire and willingness from many sections of society to return to a pre-pandemic normality, this was not felt globally, and it was therefore important to take a very measured and gradual approach in our rebuild plans. As a Charity, we have continuously tried to adapt to the changing circumstances of the past year, above all, trying to do all that we could with the resources available, to support as many hospital families and NHS staff as possible.

Despite the challenges faced by the voluntary sector throughout the various stages of the pandemic, the sector has continued to demonstrate a true resilience throughout the period and has supported some of the most vulnerable in society, adding significant value to their overall wellbeing. Glasgow Children's Hospital Charity is exceptionally proud of the contributions made to support the NHS throughout the pandemic and has made a profound, positive difference on the lives of children and their families affected by ill health. Despite the ongoing challenges of the past year, it never once dampened our desire and resolution to do all that we could to support hospital families during their darkest days.

**It is thanks to the kindness and steadfast support of our donors, fundraisers and volunteers that we were able to commit over £2million of support to the Royal Hospital for Children in Glasgow and its associated maternity, neonatal and paediatric sites across the West of Scotland throughout the past year.**

Thanks to the generosity of our supporters this year, we have made a significant commitment to fund innovative ideas and projects, some of which were simply impossible just one year ago. The Charity made a considerable investment in the development of augmented reality (AR) to provide a transformative change in children and parents' information leaflets in cleft lip education. We have also supported the creation and development of a 'Children's Centre for Health Innovation.' The Centre will support NHS staff as they work on pioneering projects with the potential to transform treatment and healthcare for a wide range of conditions. We also made considerable investments in the purchase of innovative medical equipment supporting the Gastroenterology and Ophthalmology departments, helping to keep Scotland at the forefront of paediatric healthcare.

Every day we continue to work in partnership with our colleagues in NHS Greater Glasgow & Clyde and NHS Ayrshire & Arran to agree and bring to fruition shared objectives. Again this year, we have continued to fund vital services and programmes that provide a lifeline to so many hospital families each year. Services and programmes such as; Play & Events, Volunteering, Bereavement, Financial Inclusion, MediCinema, Emergency Funding and the Office for Rare Conditions, continue to sit at the heart of the hospital, supporting countless families each year. We have also continued to support individual families on a practical, emotional and financial level, reacting to their individual needs. We are proud to support the extraordinary work that takes place at the hospitals and community clinics we support, each and every day.

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## Chairman's Report (cont'd)

Throughout the past year Glasgow Children's Hospital Charity has reflected on two decades of supporting and advancing maternity, neonatal and paediatric healthcare across Scotland. **As a Charity, we take great pride in the £41million of investment made in paediatric healthcare throughout the past 20 years.** Importantly, we give thanks to the community of supporters who have joined us on this incredible journey, and for the immeasurable difference that they have made to millions of children and families throughout Scotland and beyond. And whilst the year past was certainly one for reflection, we also look to the future with optimism and an even greater desire to support more hospital families during what is an undoubted time of great uncertainty and change in society. Hospital families need our support now more than ever, and as we look to the years ahead, we must build on what has already been achieved by the Charity and continue to make a positive impact on those who need our support the most.

As we look to the year ahead we yearn for a return to the wonderful fundraising events we have missed so much, and hope that the brighter days are just around the corner. We rely on the continued support of individuals, businesses and communities at large as we continue in our journey to rebuild and grow.

Throughout the past year, despite everything, our incredible supporters rose above the challenges to raise vital funds to support our hospital communities. I extend my sincere, heartfelt thanks to our wonderful community of donors, fundraisers and volunteers for their steadfast support during what has been another incredibly challenging year. I would also like to thank the Glasgow Children's Hospital Charity team and the Board of Trustees for their ongoing commitment and dedication to the cause.



**Professor Peter Watson**  
Chair

Dated: 27 September 2022

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## Directors' Report

The Directors have pleasure in presenting their Annual Report together with the audited group Financial Statements for the year ended 31 March 2022 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes. The financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), the Companies Act 2006, the Articles of Association and the 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).

References to the Royal Hospital for Children (RHC) in the Consolidated Report and Financial Statements relate to all maternity, neonatal and paediatric departments within the Women & Children's Directorate of NHS Greater Glasgow & Clyde (NHSGGC). References to Crosshouse Children's Fund (CCF) refer to the Paediatric Units at University Hospital Crosshouse, the Neonatal and Ayrshire Maternity Units as well as outpatient services at Ayrshire Central and throughout Ayrshire and Arran.

## Objectives and activities

### Vision and values

#### Our vision

We raise funds to help those who tirelessly care for and nurture young lives at their most vulnerable; to invest in equipment, research and the continued improvement of facilities and services for children and families in hospital.

#### Our Values

##### **Pride: *we care.***

We are proud ambassadors of the charity, and will carry out our work with conviction. It's not just a job; it's our privilege to be part of this special community of supporters, children and families.

##### **Enthusiasm: *we are inspired.***

We will enthusiastically approach each new opportunity, inspired by the resilience, hope and commitment of our supporters, patients and families. We are always looking up.

##### **Determination: *we are all in.***

We are determined to give our all, because we are dedicated to the children, families and staff we support. They deserve our best work.

##### **Unity: *we are one team.***

We respect and encourage each other. We can make an extraordinary impact when we work together with our colleagues, supporters and partners.

##### **Integrity: *we do what we say we'll do.***

We promise to be honest, professional and respectful. We will never compromise the charity's reputation or our values, and will always act in the best interests of those we support.

## Directors' Report (cont'd)

### Charitable objectives

The objects of the Charity are to provide and support excellence in paediatric, maternity and neonatal healthcare to enhance the treatment, care and wellbeing of babies, children, young people and their families treated in the Royal Hospital for Children, Glasgow, other paediatric hospital or community based services in the West of Scotland and other locations nationally and internationally as appropriate.

The Charity provides innovative medical equipment, play activities, child and family support services, paediatric research and other enhancement projects. The Charity also seeks to alleviate poverty in families whose children are treated at the above facilities and are experiencing financial hardship exacerbated by the health issues of their children.

The Charity supports the wellbeing of NHS staff to further enhance the NHS's ability to transform the health and wellbeing of the children and young people in their care

### Activities

The Charity is a grant-making organisation which generates fundraising income, primarily voluntary donations from various sources including individuals, companies, community groups and trusts, needed to achieve our charitable objectives through the making of grant awards.

#### Grant making policy

As partner Charity for the Royal Hospital for Children, Glasgow and the maternity, neonatal and paediatric units within University Hospital Crosshouse, we work closely with NHSGGC / NHSAAA senior management to identify the needs of patients and families. Together, we identify, develop and bring to fruition fundraising propositions that align with the overarching objectives and priorities of the hospitals and related facilities and offer long term sustainability for key NHS needs, which are out with or beyond statutory requirements. The grants awarded fund medical equipment, research, structured play programmes and distraction therapies, patient and family support services, facility enhancements and other projects in the hospitals whether one-off awards or ongoing services. In recent years, the Charity has been asked to provide significant levels of funding towards the establishment, development and continuation of many services on site at the hospitals which have been agreed as priority by NHSGGC / NHSAAA and the Charity's Board.

All projects are reviewed by the relevant Board sub-committees which make recommendations to the Charity's Board. Decisions regarding grant awards are taken at each Board meeting. Projects may be approved between meetings where the nature of the project requires a quicker decision and these are ratified at the subsequent Board meeting.

Authority has been delegated to the Chief Executive for approval of awards of an emergency nature up to £20k between Board meetings and these are reviewed and ratified by the Board at the subsequent meeting.

The Charity works to enhance the experience of the patients and their families at all stages of their hospital journey. The hospitals we support in the West of Scotland treat more than 193,000 babies, children and young people each year.

Directors' Report (cont'd)

Activities (cont'd)

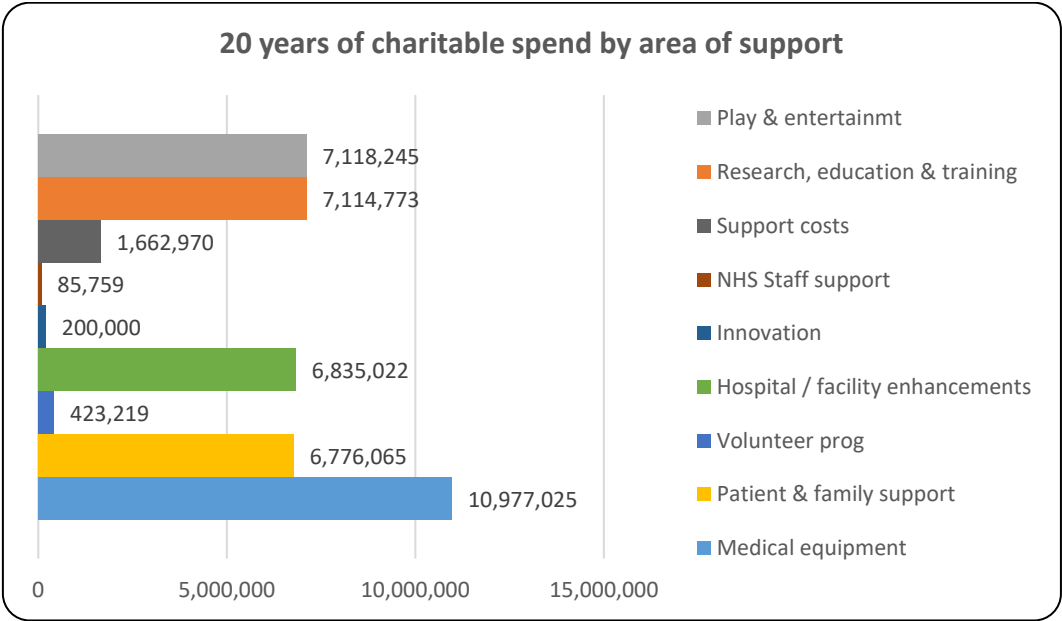
We are proud to support the extraordinary work that takes place at these hospitals through a range of projects including life-saving medical equipment and research, the support that families desperately need during their darkest days and the play and events programmes that give children in hospital the chance for distraction. Some children will visit just once for a minor injury, while others may spend many months or years at the hospital, fighting for their lives. Thanks to the generous support of our donors, fundraisers and volunteers alike we have been able to enhance the care and experience provided at these hospitals.

Achievements and performance

For the past 20 years, we have worked hand in hand with our NHS partners to develop and fund the equipment, play and support services, facilities and projects that will help keep Scotland at the forefront of paediatric healthcare, and that will ensure the children receive care and an experience that is second-to-none.

While technology and medicine have transformed over the past two decades, one thing has remained constant through the years – the children cared for in Scotland's busiest children's hospital continue to depend on our generous supporters.

And it is thanks to those supporters that, 20 years later, we are still here for children and families when the lights go down at the end of another difficult day in hospital. Those donations have allowed us to make grant awards totalling an incredible £41.2m supporting the purchase of state-of-the art medical equipment, play and distraction activities, facility enhancements and research, education and training to prepare for the next generation of healthcare services.



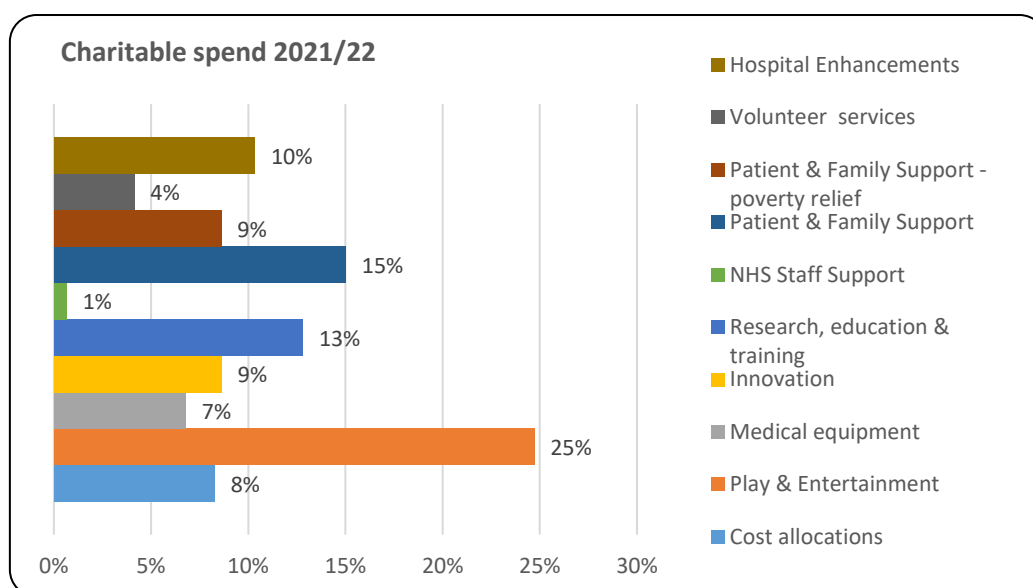


## Directors' Report (cont'd)

### Achievements and performance (cont'd)

The Charity entered our 20<sup>th</sup> Anniversary year with a high degree of optimism, tempered by a degree of caution. We were fully aware of how the ongoing COVID-19 restrictions could, and likely would, impact on our ability to fundraise effectively. In light of the uncertainties faced by the whole sector, a budget of £2.6m of income was established combining a mixture of virtual and face to face events to mark the start of a period of rebuild and regrowth. The journey 'back to normal' did not play out in the way we originally anticipated, and in the 2021/22 year we were faced with the need to reschedule, once more, our large corporate focused events. In addition, we did not see mass participation sponsored events returning as hoped. Yet, we can also say that we had learned the lessons from the year before and were more agile and flexible, and we were ready to meet the challenges of the economic and fundraising landscape head on. Overall, 2021/22 was a highly successful year, both in financial results and in the delivery of impactful support and projects for our beneficiaries, and we can confidently say that the Charity delivered on its promise to support patients, families and NHS staff when their need was greatest.

We exceeded our income budget, raising £3.2m against a very challenging fundraising landscape and thanks to the extraordinary generosity and support of our donors, both longstanding loyal supporters and new, we were able to commit £2.3m of charitable expenditure, split by area of support as follows (items and projects of £25,000 and higher are detailed in Note 9 to the financial statements):



Mindful that we are now moving into our third decade as a Charity, it behoves us to consider what the healthcare needs of our NHS partners and our beneficiaries look like, especially as we move towards a post-COVID landscape. During the year we demonstrated our ability to not only provide vital support to patients and families in the here and now, but also to look to the future healthcare agenda. While we reflect and acknowledge the success of the previous 20 years, we are also well placed to look forward and invest in innovative, often digital, solutions to help our hospital families now and for the years to come. We see 'innovation' now as a permanent and key pillar of the support we provide.



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## Directors' Report (cont'd)

### Achievements and performance (cont'd)

#### Innovation and Digital Solutions

##### Children's Centre for Health Innovation

A charitable commitment of £200,000 was made to establish the 'Children's Centre for Health Innovation'. The Centre will support NHS staff as they work on pioneering projects with the potential to transform treatment and healthcare for a wide range of conditions. This builds on a number of existing, highly impactful digital innovations developed by clinical teams with the support of the Charity previously, helping to improve the care and health of children both locally and further afield.

Many more children and families in the future will benefit from the exciting developments enabled by the Centre.

*"This is such an exciting project which will have a really positive impact for patients and families."*  
Neil Patel, Clinical Lead, West of Scotland Innovation Hub and Consultant Neonatologist

##### vCreate

Following on from previous funding awarded by the Charity, vCreate technology has been further rolled out within RHC. Secure video technology connects patients, families and clinical teams for improved diagnostic management and enhanced family- focused care. The video messaging service is now bringing together families in 250 centres across UK, Europe and North America.

The neonatal system allows parents and other family members who cannot be at the baby's bedside 24/7 to feel close to them even when miles apart.

Often children will spend many weeks and months on inpatient wards, making it very challenging for parents and carers to constantly be by their side while trying to juggle work and family life. Some families may live some distance from the hospital and this software enables them to stay in touch.

vCreate allows healthcare professionals to send video updates to parents and carers at any time of day for reassurance of their child's wellbeing and to try and reduce any separation anxiety. Staff can send videos of the child being fed, changed or just having a cuddle which provides a source of comfort for parents and carers at an extremely stressful time for them. A secure diary is built over time which parents can access any time of the day. It also supports family integrated care with siblings, grandparents and extended family being able to become more involved.

*"vCreate has been a life-line for so many families on the ward. I couldn't be with Ellis all the time over Christmas and this really got me down but staff on the ward shared precious moments with us, which meant we felt fully involved."*  
Mum of patient in Paediatric Intensive Care Unit (PICU)

## Directors' Report (cont'd)

### Achievements and performance (cont'd)

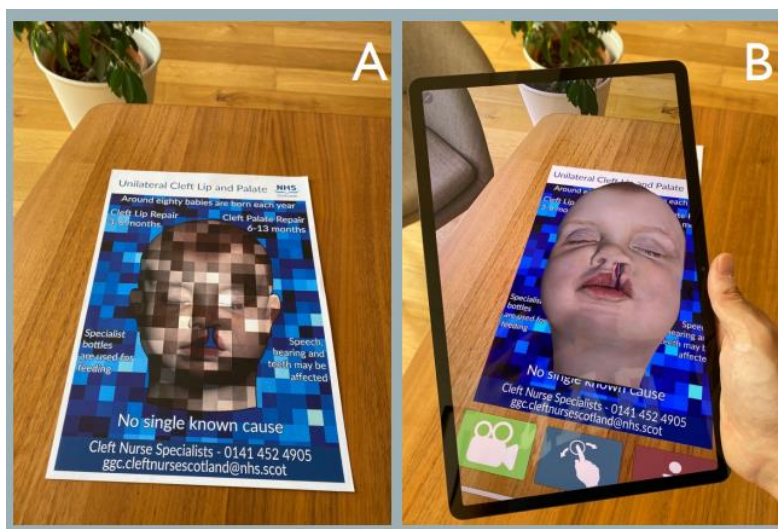
In 2021/22, Charity funding was extended to enable this valuable service to be expanded within RHC to cardiology services.

#### Cleft Lip Education with Augmented Reality (CLEAR) project

This project aims to harness the power of Augmented Reality ('AR') to bring about an ambitious, innovative and transformative change in patient and parent education in Scotland. At present, the traditional approach to patient education is the patient information leaflet, however these leaflets often fail to adequately convey vital medical information due to poor levels of 'health literacy', in addition to content often being confusing. This can lead to families becoming disconnected with the process and failing to engage with treatment options and vital post-surgery services such as physiotherapy. Patients and parents who understand the process better are empowered to engage with the options available to them and ultimately optimise their recovery.

This innovative projects represents a paradigm shift in patient communication by utilising fairly ubiquitous smartphone technology to transform a paper leaflet into a 3D visualisation.

Following the successful pilot funded by the Chief Scientist Office, the Charity's funding of £40,215 will increase the expertise in Glasgow as a centre of international excellence in Digital Medical Simulation. The funding will allow the team to further develop this hugely impactful project with follow on trial work, expanding the service to cover 'later years surgery' including secondary speech surgery and therapy.



(A) The Cleft Lip and Palate Augmented Reality Leaflet. This is an actual paper leaflet with a pattern which facilitates tracking of the 3D model.

(B) When the camera of the tablet or smartphone is pointed at the AR leaflet, the 3D model rises from the page. The model remains "fixed" to the leaflet and will move if the paper leaflet is moved or rotated.

Photo credit: Canniesburn Plastic Surgery Unit and the School of Simulation & Visualisation, The Glasgow School of Art.

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## Directors' Report (cont'd)

### Achievements and performance (cont'd)

#### Medical Equipment

##### Ophthalmology Screening - Optical Coherence Tomography (OCT) Equipment

The OCT equipment is a state-of-the-art imaging system which helps achieve a much more detailed view of a patients' eye in a quick and non-invasive manner which is especially useful in the diagnosis and treatment of different diseases in the eyes of growing children. Traditional two dimensional images taken of children's eyes can be blurred due to the equipment not being specifically designed for children. This equipment provides an image of the retina in the back of a patient's eye by using light waves to take three-dimensional photos that can provide image of the layers and specific measurements.

This £83,182 investment in new technology will allow the clinical team to make timely and accurate diagnoses of potentially sight-threatening and life-threatening brain and eye tumours, as well as conditions which require surgical intervention, and to offer reassurance to families that everything is being done to most effectively manage their child's condition. The equipment will improve the patients' experience in the hospital service by shortening the time it takes to acquire the images and reduce the need for invasive and more upsetting diagnostic procedures under anaesthesia.

##### Home phototherapy (BiliCocoons)

The Charity provided funding of £30,594 to purchase six family-friendly BiliCocoon devices (two for each of the three neonatal sites across Greater Glasgow & Clyde) which allows babies to be nursed in their parents' arms, for bonding or feeding purposes, without interruption, whilst the baby still receives the necessary treatment for neonatal jaundice. In the future, it is hoped that this will also allow the phototherapy treatment to be completed in the home environment allowing families to take their babies home sooner.



Before the purchase of this equipment, the hospital mainly used conventional phototherapy which is less family friendly. The baby would be placed under a halogen or fluorescent lamp with a protective eye mask and no physical contact was possible, which was very distressing. A BiliCocoon is a significantly more family-friendly care option. Flexible LED pads are wrapped in a disposable sheet which are portable and lightweight and connect to a light box. The babies' eyes are protected from the light and the baby is wrapped in a cocoon with the lights around them for a specified amount of time. Whilst the baby is receiving this treatment it allows for feeding and swaddling which has enormous benefits for parents and the baby. The BiliCocoon is designed to deliver safe, controlled phototherapy with the main aim of treating neonatal jaundice without compromising the relationship between parent and baby.

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## Directors' Report (cont'd)

### Achievements and performance (cont'd)

#### Hospital Enhancements

##### RHC Theatres Enhancement project

As the largest paediatric hospital in Scotland, the Theatres Department cares for around 16,000 children every year (pre-COVID-19 levels) in a mix of elective and emergency surgery, across a wide range of specialities including cardiology, neurosurgery, orthopaedics and major trauma. Going for surgery can be a very stressful time for the child and their parents / carers and it is a priority to not only look after these children safely, but also to alleviate their stress as much as possible.

The vision is to create a calm and empathetic theatre department for children and young people (0 - 18 years) from all backgrounds, to bring joy and decrease child and parent / carer anxiety when coming to theatre, improve patient, family and staff satisfaction and belief in the service, creating positive stories and to create a theatre suite which encourages sustainability and increased 'green' behaviours.

Following on from the £80,000 funding committed in 2020/21, the Charity has committed an additional £150,000 to allow the project to continue into the next phases. This is a long term project to be carried out in stages with completion anticipated in 2025. Detailed design work has now been undertaken, bringing in the views of patients, families and staff. It reflects the wide needs of users, aged 0 - 18 from all backgrounds. Rather than the theatre environment being "clinical", "intimidating", "looking like a store room", "cold", "nothing like a kids hospital", it will be transformed into a welcoming, calming, distracting, fun and homely place. The areas to be enhanced are the theatre entrance, reception, corridors, 11 anaesthetic rooms, and wayfinding within the department which spans 1,150 square metres.

*"This project is required in order to change the story that children and families tell about their trip to theatre. The experience that they have going to theatre lasts a lifetime. Some children and families visit us once, others come back time and time again. One thing is clear from two years of user research: our environment needs to change. If we are to provide a world-class, patient and family-centred service with empathy at the heart of the service we provide, these changes are necessary".*

Dr Alyson Walker, Consultant Paediatric Cardiac Anaesthetist

##### Rainbow House

Rainbow House is an assessment, diagnosis and treatment centre for children and young people in Ayrshire and Arran with concerns regarding development. It is located at Ayrshire Central Hospital and is the base for the Ayrshire and Arran community paediatric service.

More than 3,500 children are cared for at Rainbow House each year by a variety of teams including physiotherapists, psychologists, occupational therapists, speech and language therapists, orthotics and nursing teams.

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## Directors' Report (cont'd)

### Achievements and performance (cont'd)

Visiting Rainbow House can be a daunting and stressful time for children and families and the staff identified that the clinical look and feel of the Rainbow House environment could contribute to the anxiety and worry felt by both the child and parent/carer when attending for an assessment or treatment.

The Rainbow House enhancements are currently underway, and works undertaken have already completely transformed the waiting room, reception, corridors and clinical rooms into bright, colourful and welcoming spaces. The designs were created with the aim of creating spaces which are entertaining, distracting, stimulating and create and maintain a positive frame of mind for all who work and are cared for within the space.

£55,997 was committed to the project in 2021/22 with further work continuing into 2022/23.



## Research & Education

### Respiratory research project

The Paediatric Respiratory service at RHC provides specialist paediatric care in the Greater Glasgow & Clyde area and throughout the West of Scotland through the clinical network for complex paediatric respiratory care. While the COVID-19 pandemic affected all aspects of society, the rates of infection in children was relatively low. Despite this, the pandemic challenged the respiratory team to develop services and meet the needs of the respiratory patients by introducing new methods to support care at home.

Looking to the future, the team are researching the introduction and evaluation of novel technologies such as home sleep studies, remote monitoring of ventilated children and the development of a home spirometry service.

The team at RHC aim to broaden and enhance the focus in Glasgow from mainly service delivery to one in which research and quality improvement is firmly embedded and central to their work. Achieving this will hopefully take paediatric respiratory medicine in Glasgow and the West of Scotland to a new level and make Glasgow one of the leading European paediatric respiratory research centres. More importantly, it will ensure that children with respiratory disease and their families benefit from the best possible care.

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## Directors' Report (cont'd)

### Achievements and performance (cont'd)

Building on the previous support from the Charity including the purchase of pulmonary lung function and exercise testing equipment funded in 2019, and the remote sleep diagnoses equipment funded in 2021, the latter supported by our volunteer drivers who deliver the overnight monitoring equipment direct to patients' homes, the Charity has committed further funding of £118,581 for the recruitment of a PhD student as the first stage of this ambitious respiratory research undertaking. This PhD studentship starts in October 2022 for a three year period and funding pledged for 2022/23 will expand the team to include a dedicated Research Nurse and Physiologist.

This is not a 'one project, one outcome' scope of work but an investment in dedicated research staffing and infrastructure for the long term, investigating among other things the long term impact of COVID-19, viral and bacterial gut microbiome and understanding the role the microbiome and nutritional modulation could play in respiratory health, improving outcomes in children with Cystic Fibrosis and children with asthma, improved sleep medicine and advancing the participation in local, national and international research studies.

### Congenital Diaphragmatic Hernia (CDH) International Symposium

This year the Charity supported the CDH International Symposium held in Glasgow. CDH is a very severe condition affecting 1 in 2,000 new-born babies. 25% of affected infants sadly do not survive and those who do may have significant life-long health issues and this International CDH Symposium is the pre-eminent meeting of CDH patients, clinicians and researchers, and is considered essential for building global collaboration in this rare disease.

The symposium was a huge success with over 140 in-person delegates and another 140 attending virtually, the largest audience the Symposium has ever had, including delegates from North America, Europe and Australia.

*"I know that the event energised our team here to continue our advances in clinical management and research in CDH, as well as strengthening our collaborations with international colleagues and partners".*

Neil Patel, Consultant Neonatologist

### Hospital programmes

#### Play & Events

One of the largest projects funded by the Charity each year is the structured play and events programme. The purpose of the programme is to ensure that every child, whether an in-patient, out-patient, day care or visitor to the hospitals' paediatric and neonatal services have access to play services and equipment to provide them with distraction while they are in hospital, for whatever reason. The play environment is designed, furnished, staffed and equipped to meet the child's needs in line with the European Association for Children in Hospital ('EACH') Charter and the UN Convention on the Rights of the Child.



## Directors' Report (cont'd)

### Achievements and performance (cont'd)

Play is how children make sense of the world around them. In hospital it helps children learn and develop and to feel less anxious. It helps them express their feelings and worries, and better understand what is happening and to be able to cope with their treatment.

This project impacts the lives of 150,000 children each year and to make this happen we have invested £673,500 for activities throughout the 2022/23 year.

In addition, the project delivers a programme of events and activities that normalise the environment and give children in hospital exactly the same opportunities for interaction and age appropriate play, as they would enjoy if not in hospital.

The COVID-19 restrictions in place at RHC throughout the period placed limitations on mixing of patients and the Charity and RHC teams needed to be creative in reconfiguring the events programme to ensure high quality activities on event days could still be delivered, albeit often on a 1-2-1 basis, and mainly focused on activities which could be carried out in an individual patient's room.

The patients celebrated Easter, Star Wars Day, International Nurses Day, Pride, the Tokyo Olympics, National Teddy Bear Day, Halloween, Christmas, Valentine's Day and World Book Day among many other events.

*"The Charity's projects are priceless. Grace always gets excited about the Play Team. They constantly come by with things to do, keeping Grace occupied with crafts, Lego and activities. Best of all, they make her giggle".*

Robert, Grace's dad



The generosity of our supporters is humbling and the many contributions too numerous to list, however we would like to make a special thank you to the Celtic Charity Foundation, Emmie Smillie Foundation, Morgan Stanley International Foundation and the Rangers Charity Foundation who supported our Play and Events programme, to The Wooden Spoon Foundation for their contribution towards the retinopathy of prematurity equipment and to Nationwide Building Society who committed funds to the Financial Inclusion Service, specifically relating to housing support.

We are truly indebted to the ongoing support from Arnold Clark, in particular in providing the amazing prize of a brand new electric MINI for our Grand Prize Draw, the Kiltwalk for their ongoing fundraising partnership and the Reid-Timoney Charitable Foundation.



## Directors' Report (cont'd)

### Achievements and performance (cont'd)

#### Volunteers

We are indebted to the support of all our volunteers who give up their time so willingly to support the Charity, from those with regular roles such as the volunteer drivers and hospital welcome guides to fundraising volunteers who come and help at bucket collections and events. All are an integral part of the Charity team and we have the greatest appreciation for their contributions to the cause.

During the last two years, COVID-19 has reduced the amount of volunteer roles within the hospital, however one area which has not only continued to deliver vital services to families, but has in fact seen an expansion is the volunteer driver service. Our volunteers drivers now deliver donor breast milk, cardiology equipment, respiratory equipment and facilitate the participation of families in the CD-TREAT trial.



RHC is one of 10 children's hospital in the UK participating in an important trial to explore the diet of children's with Crohn's Disease ('CD'), to identify foods which might cause inflammation and symptoms and to test whether a new CD treatment-with-eating (CD-TREAT) diet can be used to prevent inflammation levels. The CD-TREAT is a prescriptive and personalized diet. By the exclusion of certain dietary components and the inclusion of various vital nutrients, a personalised diet is created using ordinary food as much as possible. Our Charity volunteer drivers make deliveries of freezers, biological sample collection kits and the special meals for those on the CD-Treat diet direct to patient homes.

*"I have had the pleasure to be the first Volunteer Driver to deliver the various resources involved to a patient's home in England. I personally feel that my contribution as a Glasgow Children's Hospital Charity driver has played a very small part in this very important research."*

David Melrose MBE, volunteer driver

Our dedicated volunteer drivers travel **1,096 miles each week** making an enormous contribution to the lives of families all across Scotland and the UK.

We are also truly grateful to the many volunteers who contribute to our office and fundraising activities, without whom we would be unable to do what we do. The time that they all generously donate makes a huge difference to the Charity.



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## Directors Report

### Financial Review

The 2021/22 financial year covered the second year of the COVID-19 pandemic as we learned to grapple with new variants and varying levels of restrictions in place throughout the year. While in 2020/21, we benefitted from the support from government schemes such as furlough and support from trusts for specifically our COVID-related activities, these sources of income were no longer available in the 2021/22 year and although we were keen to move towards a post-pandemic operating environment, that was not to be the case as new variants and restrictions continued to arise.

This was undoubtedly another challenging period for the Charity, both financially and operationally as, despite our best hopes, we did have to make significant adjustments to the fundraising and marketing plans to take account of the ongoing challenges that COVID-19 presented. Whilst disappointing, in recognition, and support of, the recommendations of Public Health Scotland, we had no option than to postpone once again both our Ladies' Lunch and Ball, and the onset of the Omicron variant adversely impacted our activities over the usually very busy Christmas period.

Despite the continuing challenges, the Charity has fared better financially in 2021/22 than was originally forecast. Against the original budget of £2.6m, we closed this financial year having raised £3.2m. While some areas of our work did not develop as originally expected, we have seen success at redeploying efforts into more fruitful fundraising avenues to replace 'lost' income streams. This ability to be agile and flexible is something we will resolutely continue into the future.

To celebrate our 20<sup>th</sup> Anniversary year, we launched a Grand Prize draw with the generous donation from Arnold Clark of a brand new electric MINI valued at £29,920, and we successfully raised £100,000. We sold tickets through a mixture of online sales and face to face through our roadshow events. These events also represented a significant opportunity to re-engage with much of the public for the first time since the COVID-19 restrictions came into effect and to allow us to both re-connect with, and also grow, our supporter base.



Whilst the financial outcome is definitely positive and is testament to the success of the revised fundraising, marketing and operational strategies adopted, it is important to recognise that £578,319 of this year's income was raised from legacies, representing an increase of £459,052 on the prior year.

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## Directors' Report (cont'd)

## Financial Review (cont'd)

### Reserves

Another significant achievement was not having to access any of the designated reserve for operational overheads that was set aside. Each month we have consistently raised sufficient levels of unrestricted income to comfortably cover all operational costs, plus making some significant investments in staff training and development.

The Statement of Financial Activities shows that our charitable activities have resulted in net financial income of £38,157 (2021: net loss of £14,053). The uncertainties during the year ensured we remained very conscious of our financial position and our costs were robustly monitored and controlled in the year and we remained mindful of the over-arching requirement to maximise the charitable spend available.

At the end of the financial year the Charity's reserves were as follows:

#### Unrestricted Funds:

Designated charitable activities reserve - to safeguard ongoing projects	350,000
Designated general reserve - operational overheads	740,564
General Funds - tangible fixed assets & investments	4,314
General funds - unallocated free reserves	21,442
	<hr/>
	1,116,220
Restricted Funds	1,815,868
	<hr/>
<b>Total Charity Funds</b>	<b>2,932,088</b>
	<hr/>

#### Reserves policy

The Directors examine the requirement to retain reserves within the Charity on a regular basis to ensure there are sufficient free unrestricted reserves to safeguard the financial stability of the Charity against unforeseen fluctuations in income levels.

Despite the lifting of most restrictions, COVID-19 remains a factor in everyday life and is likely something we will have to learn to live with for the foreseeable future. The potential challenges which could arise from new variants make planning with any degree of real accuracy a difficult prospect. We are also operating against a backdrop of an increasingly difficult economic landscape where overseas conflict, high levels of inflation and the 'cost of living crisis' will have direct and adverse impact on disposable income and potentially on charitable giving.

While the Charity is at a different place in our rebuild journey than this time last year, and the high value of reserves designated in 2021 are no longer fully required at those levels, it remains vital that we can both safeguard the funding of our ongoing projects and protect the viability of the Charity to provide the necessary resilience to face the short, medium and long term.

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## Directors' Report (cont'd)

### Financial Review (cont'd)

The Board are acutely aware that the Charity is established for the benefit of our young beneficiaries and the need to safeguard the future of charitable projects is a priority. In order to ensure that no service or project funded by the Charity would be at threat of reduction or cancellation as a result of any unanticipated fall in income, our first designated reserve relates to charitable activity and our ongoing projects. A sum of £350,000 has been designated towards the 2023/24 costs of ongoing projects. The costs of these projects for the 2022/23 year has already been fully committed and this designation provides a further degree of security and demonstrates this to our NHS partners, donors, staff, and volunteers.

The financial success of 2021/22 does not negate the uncertainties which continue to prevail and the need remains to balance the reserves between charitable and operational requirements. In order to safeguard the Charity's future, our second designated reserve relates to operational overheads and a sum of £740,564 has been set aside representing nine months of operational costs. This was deemed prudent to provide a level of financial security and stability and to mitigate the risk to the Charity and its operating model over the course of the coming financial year if we are faced with unexpected challenges and emerging situations such as a further national lockdown or a further downturn in the economy.

The holding of these two designated reserves, at these levels, is a calculated balance between prudence on the one hand with the need to safeguard the Charity, its operations and the commitments to ongoing projects, and on the other hand to make grant awards in the here and now to allow new and impactful charitable projects to take place. The Directors feel that we have satisfactorily achieved this balance.

### Going concern

The Board's assessment of going concern has looked at the Charity's financial health and business model and considered both short term liquidity and beyond, to our medium and long term resilience. The prudent management of reserves throughout the year has allowed us to build in safeguards for the future charitable activities and operational needs of the organisation, while the business model has been built to be agile and flexible in the face of worsening economic conditions and any future challenges from COVID-19, while remaining responsive to new fundraising opportunities.

The past two years have taught us the importance of flexibility and agility in being able to pivot our plans quickly either to respond to changing conditions or to maximise new opportunities. The 2022/23 strategy and corresponding budget will be reviewed on an ongoing basis and reforecast as often as necessary. Each planned event and activity is accompanied by a set of KPIs which will be monitored and reviewed on a monthly basis by the Executive Team and the Board. Based on our experience, we understand that it remains crucial that we continue to constantly evaluate our activities, and are ready and willing to make any necessary modifications to our business model in a timely manner.

The Board and Finance & Legal Committee are meeting virtually on a bi-monthly basis and consider the risk assessment in detail in addition to scrutinising the Charity's finances and business planning.

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## Directors' Report (cont'd)

### Financial Review (cont'd)

The Board have concluded that there are no known material uncertainties regarding the Charity's ability to continue as a going concern and accordingly the financial statements have been prepared on a going concern basis. The Board considers that the Charity has sufficient reserves and the intention to see them utilised only when appropriate to do so. Detailed management accounts are prepared and scrutinised on a regular basis.

### Investment policy

The Charity's investment objectives are to at least maintain, and ideally grow, the real value of the Charity's capital with a low attitude to risk. Funds needed to meet immediate, short and medium term commitments along with an allowance for the Charity to be able to react to unplanned events, should be in investments which are both liquid and of low capital volatility. The key risk to funds held for the longer term is inflation and assets should be invested with a view to generating a return on excess of inflation over the longer term whilst generating an income to support the Charity's on-going activities.

The Charity is reliant on fundraising income for its grant making and operational activities and the majority of the Charity's funds have a time horizon of less than three years. The Board of Directors has reviewed the investment policy and practice and concluded that at this point in time, short to medium term investment of funds should be held in a mixture of current and term bank accounts to optimise interest earned.

As a result of wider economic conditions, deposits rates have remained low and the interest earned has not exceeded inflation. The funds invested in term deposits have achieved an average rate of 0.57% against an inflation rate of 6.2% (CPIH at March 2022).

### Risk management

The Directors and Executive Team examine the major strategic, business and operational risks which the Charity faces on a regular basis and adopt a risk management strategy which throughout the year comprised:

- Monthly reviews of these risks and procedures by the Executive Team complemented by monthly updates to the Finance & Legal Committee and Board,
- The establishment of systems and procedures to mitigate those risks identified in the plan; and
- The implementation of procedures designed to minimise any potential impact on the Charity should any of those risks materialise.

The Directors consider that the principal risks facing the Charity at this time relate to the continuing uncertainties arising from the social, political and economic landscape, specifically:

- The challenging economic landscape,
- The rising cost of living in Scotland which directly impacts disposable income levels,
- The continuing fallout from COVID-19, and
- The current global challenges e.g. the war in Ukraine.

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## Directors' Report (cont'd)

### Risk management (cont'd)

We are also very aware that as we emerge into the 'new normal', societal values and giving patterns are changing. It is important to align our new strategic priorities with those which are of paramount importance to the audiences that we are there to serve and support.

The Directors have approved a budget underpinned by a series of detailed event and activity planners for all areas of the business. Based on our learnings from the past two years, we fully understand how crucial it is that that we continue to constantly evaluate our activities, and make any necessary modifications to our business model in a timely basis. We have learned how quickly circumstances can change and should we not be able to undertake our planned fundraising activities, or the economic outlook deteriorates further, a further significant fall in income could occur impacting our ability to deliver our charitable projects.

The Directors are confident that these risks have been mitigated, at least in part, by the prudent reserves policies adopted setting aside funds to safeguard charitable projects and cover a significant proportion of operational overheads as we continue through the Charity's recovery and rebuilding phase.

In addition to the action taken around reserves, this risk is being managed by robust multi-faceted fundraising and marketing & communications strategies. The fundraising teams are actively engaging with donors, fundraisers and volunteers across every viable platform and are always looking to diversify the fundraising portfolio with new opportunities.

### Plans for future periods

Recognising the significant challenges presented by current and forecasted economic conditions, the Directors and Executive Team have drawn up a budget which is ambitious but balanced with a certain degree of caution. The approved budget for 2022/23 has an income total of £3.1m. After taking account of the unusually high levels of legacies in the 2021/22 year, this figure represents a growth in fundraising activities supported by a return to holding face to face events and the re-emergence of mass participation fundraising events.

As the country continues to reopen fully, we are hopeful for a resurgence in events fundraising. Having not held a GCHC event (non-virtual) in over 2 years, we are confident in our ability to deliver a series of high quality, cost effective, mass participation events throughout the coming financial year. While events comprise a large part of our plans, we are mindful that we cannot be overly-reliant on any one area of income and have planned a balanced portfolio of existing and new opportunities.

In 2001, the Charity was formed as Yorkhill Children's Foundation. Although the name has changed and the hospital has moved location, our commitment to the children, young people and families we support is as strong as it was 20 years ago.



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## Directors' Report (cont'd)

### Plans for future periods (cont'd)

As we enter our third decade, we are looking not just to the immediate future but to our longer term position and how best to meet the future healthcare needs of our beneficiaries and to align our strategic priorities with both the NHS and also those of our donors, fundraisers and volunteers. As we progress through the coming financial year, a key priority for the Directors and Executive Team is to closely examine the maternity, neonatal and paediatric healthcare agenda and to determine where the Charity can have the greatest impact both in terms of financial return and impact to service users. Whilst traditionally a grant making organisation, we must now examine our future as a direct service provider and determine the areas of greatest interest and motivation, and build a strategy upon this need and opportunity.

### Crosshouse Children's Fund (CCF)

Since the launch of the Fund in 2019, the fund has raised over £220k for the children and young people of Ayrshire & Arran. Whilst income fell during the pandemic, we remained committed to the services in that region and have supported the hospital and staff during the pandemic with wellbeing areas and have delivered the Rainbow House garden refurbishment and ongoing Rainbow House enhancements. At this stage in the development of regional fundraising, and hand-in-hand with a revamped fundraising and marketing strategy and a return to having dedicated fundraising staff for this region, the Directors feel the time is right to set up CCF as a charity in its own right. This new entity, while having its own brand and legal identity, will sit firmly within the group headed up by GCHC and its charitable objectives will always remain in alignment with the overall group charitable objectives and ethos. By sitting under the umbrella of the GCHC parent, it can share common resources and thereby maximise cost efficiencies. The constitution of CCF as a separate legal entity during the 2022/23 year is for the purposes of strengthening CCF's brand and to provide maximum opportunities to grow the income and develop the charitable activities as we move forward into 2022/23 and beyond.

## Reference and administrative details

Charity number	SC007856
Company number	SC222439
Registered office	Ground Floor, Merrylee House, 8 Marchfield Drive, Paisley PA3 2RB

### Key management personnel

The key management personnel are those individuals in charge of directing and controlling, running and operating the Charity on a day to day basis and during the period comprised the Board of Directors, who are the Charity's Trustees for the purpose of Charity law and the Chief Executive.



## Directors' Report (cont'd)

### Reference and administrative details (cont'd)

#### Directors and Trustees

Professor Peter Watson (Chairman)  
Mr Robert Vaughan (Vice-Chairman)  
Professor Hazel Borland (resigned 29 March 2022)  
Ms Natalie Cliff (appointed 25 May 2021)  
Miss Victoria Drysdale (resigned 31 August 2021)  
Mr Jonathan Haggerty (appointed 21 April 2022)  
Mr Kyle Hamilton (appointed 26 October 2021)  
Mrs Delia Henry (appointed 22 April 2022)  
Mr David Kennedy  
Mrs Clare Livingston (appointed 20 April 2022)  
Mr David McClelland  
Mr Graham McKnight (appointed 20 April 2022)  
Professor Margaret MacLean  
Mr Sean Murray (resigned 25 November 2021)  
Mr Andrew Perratt  
Mr Bernard Ponsonby (appointed 12 May 2022)  
Ms Jennifer Rodgers  
Dr Martina Rodie (appointed 25 May 2021)  
Dr Joanne Stirling  
Mr Scott Taylor (resigned 30 June 2021)  
Ms Gail Thomson (Treasurer)  
Mrs Jennifer Wilson (appointed 15 March 2022)

#### Secretary

Alison Gardner

#### Chief Executive

Kirsten Watson

#### Auditors

Anderson Anderson & Brown Audit LLP  
Citypoint 2, 25 Tyndrum Street  
Glasgow G4 0JY

#### Bankers

Bank of Scotland  
174 Byres Road  
Glasgow G12 8SW

#### Solicitors

Turcan Connell  
149 St. Vincent Street  
Glasgow G2 5NW

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## Directors' Report (cont'd)

### Reference and administrative details (cont'd)

#### Governing Document

The Charity is a charitable company limited by guarantee, incorporated and registered as a Charity on 22 August 2001. The company is established and governed under its Articles of Association (revised 2022) which established the objects and powers of the charitable company.

#### Organisational Structure

The Board of Directors is responsible for providing strategic guidance and leadership. The Board meets every second month with regular communication occurring between the Chair, the Vice Chair and the Chief Executive on matters requiring decisions between board meetings.

The Board appoints the Chief Executive who is responsible for ensuring that their policies and strategies are followed and for ensuring the operational management of the Charity. A formal staff structure exists below the Chief Executive covering the main activities of fundraising, marketing, corporate services and finance. There is an established procedure of delegation from the Board to the Chief Executive for the approval of commitments and payments within the parameters of an annually approved operating budget.

There are seven committees, which meet as required and make recommendations to the Board. These are:

##### *Finance and Legal Committee*

This Committee meets bi-monthly to review the annual operating budget, quarterly reforecasts, comprehensive monthly management accounts and all financial and legal arrangements of the Charity and to report on these to the Board and make recommendations on actions required. This Committee also liaises with the external auditors.

##### *Remuneration Committee*

This Committee meets annually to review proposed staff salaries in conjunction with the annual operating budget, to assess their suitability in line with industry benchmarking and individual objectives and to make recommendations to the Board.

##### *Board Review Committee*

This Committee meets as required and its remit includes a full review of the policies and procedures in place for all aspects of Board recruitment, selection and induction in addition to making recommendations to the Board on potential skills gaps and specific appointments.

##### *Business Development Committee*

This Committee meets periodically to identify and develop new avenues of income growth, growth in existing income streams, responses to emerging issues in business development and to review and assess appropriate business cases and plans prepared by the team in respect of delivering outcomes on a timely basis.

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## Directors' Report (cont'd)

### Reference and administrative details (cont'd)

#### *Professional Scientific Advisory Committee*

This Committee meets as required to discuss the applications received for charitable expenditure, with specific reference to medical equipment, to assess and prioritise them and to make recommendations to the Board.

#### *Local Activity and Funding Committee*

This Committee meets quarterly to identify and review activity at local level and recommend proposals for funding to the Board for all non-clinical based functions. The Committee identifies and aligns priorities and objectives between the Charity and NHSGGC at a local level and ensures that all proposals and activities are in line with relevant protocols and standards.

#### *Crosshouse Oversight Committee*

This Committee meets quarterly to identify and review activity relating to Crosshouse Children's Fund and recommends proposals for funding to the Board for all clinical and non-clinical based function. The Committee identifies and aligns priorities and objectives between the Charity and NHSAAA and ensures that all proposals and activities are in line with relevant protocols and standards.

#### Appointment of Directors

There is a formal appointment process, led by the Board Review Committee. A skills assessment is carried out on a regular basis to identify gaps and succession plans reviewed. Written applications for membership are considered by the Committee who meet the applicants and make recommendations to the Board. Following a comprehensive induction process the admitted member automatically constitutes a Director of the company. At each Annual General Meeting, any Director appointed during the year and one third of remaining Directors, on a rotation basis, will retire.

The following Directors will retire at the following AGM and will be eligible to offer themselves for re-election at this time:

Mr Jonathan Haggerty  
Mr Kyle Hamilton  
Mrs Delia Henry  
Mr David Kennedy  
Mrs Clare Livingston  
Mr David McClelland  
Mr Graham McKnight  
Mr Andrew Perratt  
Mr Bernard Ponsonby  
Ms Jennifer Rodgers  
Ms Gail Thomson

## Directors' Report (cont'd)

### Structure, governance and management (cont'd)

Directors represent independent professional individuals and medical and other NHS staff. The maximum number of Directors is 18 and the Chair may not be an NHS employee. Directors are appointed to the offices of Chair, Vice-Chair and Treasurer.

#### Director Induction and Training

Guidance notes and formal training are provided on trustee duties and responsibilities. A full induction process is conducted on recruitment including an information pack and meetings with key personnel. In addition, informal briefings are provided by Directors at regular Board meetings and sub-committees by members of the legal and accountancy professions. Opportunities also exist for touring the facilities at the hospital. The Board holds 'away days' periodically to review the strategic direction of the organisation and receive refresher training as required. Throughout the Coronavirus pandemic the Board met monthly, and have reviewed and approved all changes to the strategic direction of the charity.

#### Remuneration policy for key management personnel

Staff salaries for all staff are set annually by the Remuneration Committee utilising regular benchmarking activity undertaken throughout the year looking at similar roles in similar organisations within the sector, published salary guides and taking account of both recruitment trends in the sector and staff turnover within the organisation.

#### Subsidiary Trading Company

The Charity operates a retail shop and mail order service under a separate company, Glasgow Children's Hospital Trading Limited, which annually gifts its net profits to the Charity.

The Directors (who are also the Trustees of the charitable company for the purposes of Charity law) are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102: 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

Company law requires the Directors 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 the group, and of the incoming resources and application of resources including the income and expenditure of the charitable company and the group, for that period.

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## Directors' Report (cont'd)

### Responsibilities of the Directors

In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent; and
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Directors are responsible for the maintenance and integrity of the corporate and financial information included in the charitable company's website.

### Disclosure of information to auditors

So far as the Directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director, has each taken all the steps that he or she is obliged to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

### Auditors

A resolution will be proposed at the Annual General Meeting that Anderson Anderson & Brown Audit LLP be re-appointed as the Charity's auditors.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

On behalf of the Board



**Gail Thomson**  
**Director and Treasurer**  
Dated: 27 September 2022

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## INDEPENDENT AUDITORS' REPORT TO THE DIRECTORS AND MEMBERS OF GLASGOW CHILDREN'S HOSPITAL CHARITY FOR THE YEAR ENDED 31 MARCH 2022

### Opinion

We have audited the consolidated financial statements of Glasgow Children's Hospital Charity group and parent company for the year ended 31 March 2022 on pages 33 to 59. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the group and charitable company's affairs as at 31 March 2021 and of their incoming resources and application of resources, including their income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 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 Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the group and 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 director's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group and 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.

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## INDEPENDENT AUDITORS' REPORT TO THE DIRECTORS AND MEMBERS OF GLASGOW CHILDREN'S HOSPITAL CHARITY FOR THE YEAR ENDED 31 MARCH 2022 (cont'd)

### Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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, 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.

### Opinion 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 Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- The Report of the Directors has been prepared in accordance with applicable legal requirements.

### Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Directors.

We have nothing to report in respect of the following matters where the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the group and charitable company has not kept proper and adequate accounting records or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- The directors were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.



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## INDEPENDENT AUDITORS' REPORT TO THE DIRECTORS AND MEMBERS OF GLASGOW CHILDREN'S HOSPITAL CHARITY FOR THE YEAR ENDED 31 MARCH 2022 (cont'd)

### Responsibilities of directors

As explained more fully in the Statement of Directors Responsibilities set out on pages 26 - 27, the directors (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the directors 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 directors are responsible for assessing the group and 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 directors either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

### 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 a Report of the Independent Auditors 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations – this responsibility lies with management with the oversight of the Directors.

Based on our understanding of the group, charitable company and industry, discussions with management and directors we identified financial reporting standards and Charity SORP as having direct effect on the amounts and disclosures in the financial statements.

As part of the engagement team discussion about how and where the group and charitable company's financial statements may be materially misstated due to fraud, we did not identify any areas with an increased risk of fraud.

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## INDEPENDENT AUDITORS' REPORT TO THE DIRECTORS AND MEMBERS OF GLASGOW CHILDREN'S HOSPITAL CHARITY FOR THE YEAR ENDED 31 MARCH 2022 (cont'd)

Our audit procedures include:

- Completing a risk assessment process during our planning for this audit that specifically considered the risk of fraud;
- Enquiry of management about the charity's policies, procedures and related controls regarding compliance with laws and regulations and if there are any known instances of non-compliance;
- Examining supporting documents for all material balances, transaction and disclosures;
- Review, where applicable, of the Board of Directors' minutes;
- Enquiry of management about litigations and claims and inspection of relevant correspondence;
- Analytical procedures to identify any unusual or unexpected relationships;
- Specific audit testing on and review of areas that could be subject to management override of controls and potential bias, most notable around the key judgements and estimates, including the carrying value of investments, grant creditors, accruals and revenue recognition;
- Considering management override of controls outside of the normal operating cycles including testing the appropriateness of journal entries recorded in the general ledger and other adjustments made in the preparation of the financial statements including evaluating the business rationale of significant transactions outside the normal course of business.

Owing to the inherent limitations of an audit, there is an unavoidable risk that some material misstatements of the financial statements may not be detected, even though the audit is properly planned and performed in accordance with the ISAs (UK).

The potential effects of the inherent limitations are particularly significant in the case of misstatement resulting from fraud because fraud may involve sophisticated and carefully organised schemes designed to conceal it, including deliberate failure to record transactions, collusion or intentional misrepresentations being made to us.

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](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

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**INDEPENDENT AUDITORS' REPORT TO THE DIRECTORS AND MEMBERS OF GLASGOW CHILDREN'S HOSPITAL CHARITY FOR THE YEAR ENDED 31 MARCH 2022 (cont'd)**

**Use of our report**

This report is made solely the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's directors, as a body, in accordance with Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charitable company's members and directors those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members and directors as a body, for our audit work, for this report, or for the opinions we have formed.

*Anderson Anderson & Brown Audit LLP*

Angus McCuaig (Senior Statutory Auditor)  
For and on behalf of Anderson Anderson & Brown Audit LLP  
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006  
Citypoint 2  
25 Tyndrum Street  
Glasgow  
G4 0JY

Date: 10 October 2022

**Consolidated Statement of Financial Activities**  
(Incorporating an Income and Expenditure Account)  
For the year ended 31 March 2022

	Note	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
<b>Income from:</b>					
Donations and legacies	3	1,906,921	938,985	2,845,906	2,520,636
Other trading activities	4	224,135	79,592	303,727	184,367
Charitable activities		-	44,208	44,208	12,721
Investment income	5	14,492	3,790	18,282	34,197
Statutory COVID Support		30,972	-	30,972	251,554
<b>Total income</b>		<b>2,176,520</b>	<b>1,066,575</b>	<b>3,243,095</b>	<b>3,003,475</b>
<b>Expenditure on:</b>					
Raising funds:					
Donations and legacies	7	736,662	55,007	791,669	1,038,754
Other trading activities	7	105,979	1,732	107,711	56,341
Charitable activities	7,8,9	1,775,102	539,956	2,315,058	1,922,433
<b>Total expenditure</b>		<b>2,617,743</b>	<b>596,695</b>	<b>3,214,438</b>	<b>3,017,528</b>
Net movement in funds before gains / (losses) / on investments					
		(441,223)	469,880	28,657	(14,053)
Gains / (losses) on investments	14	9,500	-	9,500	3,028
Net (expenditure) / income	20	(431,723)	469,880	38,157	(11,025)
Transfers between funds	20,21,22	23,698	(23,698)	-	-
<b>Net movement in funds for the year</b>		<b>(408,025)</b>	<b>446,182</b>	<b>38,157</b>	<b>(11,025)</b>
<b>Reconciliation of funds:</b>					
Total funds brought forward	20,21,22	1,549,264	1,369,686	2,918,950	2,929,975
Net movement in funds for the year		(408,025)	446,182	38,157	(11,025)
<b>Total funds carried forward</b>	<b>20,21,22</b>	<b>1,141,239</b>	<b>1,815,868</b>	<b>2,957,107</b>	<b>2,918,950</b>

All of the above results are derived from continuing operations. All gains and losses recognised in the year and previous year are included in the above.

The attached notes form part of these financial statements.

**Charity Statement of Financial Activities**  
(Incorporating an Income and Expenditure Account)  
For the year ended 31 March 2022

	Note	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
<b>Income from:</b>					
Donations and legacies	3	1,906,921	938,985	2,845,906	2,520,636
Other trading activities	4	147,305	79,512	226,817	138,619
Charitable activities		-	44,208	44,208	12,721
Investment income	5	14,490	3,790	18,280	34,161
Statutory COVID Support		30,972	-	30,972	251,554
<b>Total income</b>		<b>2,099,688</b>	<b>1,066,495</b>	<b>3,166,183</b>	<b>2,957,691</b>
<b>Expenditure on:</b>					
Raising funds:					
Donations and legacies	7	736,662	55,007	791,669	1,038,754
Other trading activities	7	29,035	1,652	30,687	438
Charitable activities	7,8,9	1,775,102	539,956	2,315,058	1,922,433
<b>Total expenditure</b>		<b>2,540,799</b>	<b>596,615</b>	<b>3,137,414</b>	<b>2,961,625</b>
Net movement in funds before gains / (losses) on investments					
		(441,111)	469,880	28,769	(3,934)
Gains / (losses) on investments	14	9,500	-	9,500	3,028
Net (expenditure) / income	20	(431,611)	469,880	38,269	(906)
Transfers between funds	20,21,22	23,698	(23,698)	-	-
<b>Net movement in funds for the year</b>		<b>(407,913)</b>	<b>446,182</b>	<b>38,269</b>	<b>(906)</b>
<b>Reconciliation of funds:</b>					
Total funds brought forward	20,21,22	1,524,133	1,369,686	2,893,819	2,894,725
Net movement in funds for the year		(407,913)	446,182	38,269	(906)
<b>Total funds carried forward</b>	<b>20,21,22</b>	<b>1,116,220</b>	<b>1,815,868</b>	<b>2,932,088</b>	<b>2,893,819</b>

All of the above results are derived from continuing operations. All gains and losses recognised in the year and previous year are included in the above.

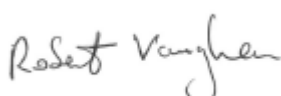
The attached notes form part of these financial statements.

## Consolidated Balance Sheet

As at 31 March 2022

	Note	Unrestricted funds £	Restricted funds £	Total 2022 £	Total 2021 £
<b>Fixed assets</b>					
Tangible Fixed assets	13	8,464	-	8,463	35,961
Investments	14	47,762	-	47,762	38,262
<b>Current Assets</b>					
Stock		16,444	-	16,444	7,774
Debtors	15	345,790	131,824	477,614	98,137
Cash at bank and in hand	16	2,688,111	3,337,377	6,025,488	6,191,984
		<u>3,050,345</u>	<u>3,469,201</u>	<u>6,519,546</u>	<u>6,297,895</u>
<b>Creditors: amounts falling due within one year</b>	17	(1,752,942)	(1,261,183)	(3,014,125)	(2,782,165)
<b>Net Current Assets</b>		1,297,403	2,208,018	3,505,421	3,515,730
<b>Creditors: amounts falling due after more than one year</b>	18	(212,390)	(392,150)	(604,540)	(671,003)
<b>Net Assets</b>		<u><u>1,141,239</u></u>	<u><u>1,815,868</u></u>	<u><u>2,957,107</u></u>	<u><u>2,918,950</u></u>
<b>Accumulated Funds</b>					
Unrestricted Funds:					
Designated charitable activities reserves				350,000	559,257
Designated staff & operational reserves				740,564	834,061
General funds				50,675	155,946
	20,21			<u>1,141,239</u>	<u>1,549,264</u>
Restricted Funds	20,22			<u>1,815,868</u>	<u>1,369,686</u>
	20,23			<u><u>2,957,107</u></u>	<u><u>2,918,950</u></u>

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and were authorised for issue by the Board of Directors and signed on its behalf by:



Robert Vaughan (Vice-Chair)  
Dated: 27 September 2022



Gail Thomson (Director & Treasurer)  
Dated: 27 September 2022

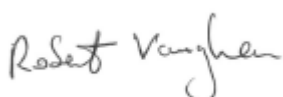
The attached notes form part of these financial statements.

## Charity Balance Sheet

As at 31 March 2022

	Note	Unrestricted funds £	Restricted funds £	Total 2022 £	Total 2021 £
<b>Fixed assets</b>					
Tangible Fixed assets	13	4,214	-	4,214	35,961
Investments	14	47,862	-	47,862	38,362
<b>Current Assets</b>					
Debtors	15	352,104	131,824	483,928	103,440
Cash at bank and in hand	16	2,672,982	3,337,377	6,010,359	6,166,711
		3,025,086	3,469,201	6,494,287	6,270,151
<b>Creditors: amounts falling due within one year</b>	17	(1,748,552)	(1,261,183)	(3,009,735)	(2,779,652)
<b>Net Current Assets</b>		1,276,534	2,208,018	3,484,552	3,490,499
<b>Creditors: amounts falling due after more than one year</b>	18	(212,390)	(392,150)	(604,540)	(671,003)
<b>Net Assets</b>		<b>1,116,220</b>	<b>1,815,868</b>	<b>2,932,088</b>	<b>2,893,819</b>
<b>Accumulated Funds</b>					
Unrestricted Funds:					
Designated charitable activities reserves				350,000	559,257
Designated staff & operational reserves				740,564	834,061
General funds				25,656	130,815
	20,21			1,116,220	1,524,133
Restricted Funds	20,22			1,815,868	1,369,686
	20			<b>2,932,088</b>	<b>2,893,819</b>

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and were authorised for issue by the Board of Directors and signed on its behalf by:



Robert Vaughan (Vice-Chair)  
Dated: 27 September 2022



Gail Thomson (Director & Treasurer)  
Dated: 27 September 2022

The attached notes form part of these financial statements.



## Statements of Cash Flows

For the year ended 31 March 2022

	Note	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
<b>Cash provided by operating activities</b>		<b>(179,779)</b>	<b>(469,488)</b>	<b>(174,633)</b>	<b>(135,358)</b>
<u>Cash flows from investing activities:</u>					
Dividends and interest	5	18,282	34,197	18,280	34,161
Purchase of fixed assets		(5,000)	-	-	-
<b>Cash provided by investing activities</b>		<b>13,282</b>	<b>34,197</b>	<b>18,280</b>	<b>34,161</b>
<b>(Decrease) / Increase in cash in the year</b>		<b>(166,497)</b>	<b>(435,291)</b>	<b>(156,352)</b>	<b>(101,197)</b>
Cash at the beginning of year	16	6,191,984	6,627,275	6,166,711	6,267,908
(Decrease) / Increase in cash in the year		(166,496)	(435,291)	(156,352)	(101,197)
<b>Cash at the end of the year</b>	<b>16</b>	<b>6,025,488</b>	<b>6,191,984</b>	<b>6,010,359</b>	<b>6,166,711</b>
<u>Reconciliation to Statement of Financial Activities</u>					
Net expenditure for the year as per the Statement of Financial Activities		38,158	466,698	38,269	466,698
<u>Adjustments for:</u>					
Depreciation	13	32,497	27,161	31,747	27,161
(Gains)/ losses on investments	14	(9,500)	4,642	(9,500)	4,642
Dividends and interest	5	(18,282)	(52,620)	(18,280)	(52,620)
Decrease / (Increase) in stock		(8,670)	(5,845)	-	-
Decrease / (increase) in debtors		(379,478)	146,316	(380,488)	(330,522)
(Decrease) / increase in creditors		165,497	(224,907)	163,620	69,198
<b>Cash provided by operating activities</b>		<b>(179,779)</b>	<b>361,445</b>	<b>(174,633)</b>	<b>184,557</b>

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## Notes to the Consolidated Financial Statements

### 1. General information

The Charity is a company limited by guarantee, incorporated and registered in Scotland, under company number SC222439, and has no share capital. The liability of each member is limited to £1 in the event of winding up. The Charity's registered number is SC007856 and the registered office is Ground Floor, Merrylee House, 8 Marchfield Drive, Paisley PA3 2RB.

### 2. Accounting policies

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

#### Basis of preparation

The financial statements of the charitable company, have been prepared in accordance with the Charities SORP (FRS 102) 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 Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Charities and Trustee Investment (Scotland) Act 2005 and the Companies Act 2006.

The Charity has availed itself of Paragraph 3 (3) of Schedule 4 of the Companies Act and adapted the Companies Act formats to reflect the special nature of the Charity's activities.

Assets and liabilities are initially recognised at historic cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

#### (a) Group financial statements

These financial statements consolidate the results of the Charity and its wholly owned trading subsidiary Glasgow Children's Hospital Trading Limited on a line by line basis incorporating income and expenditure under income from and expenditure on other trading activities respectively. With the preparation of consolidated financial statements by the Charity there is no requirement to disclose related party transactions with the wholly-owned subsidiary undertaking, Glasgow Children's Hospital Trading Limited.

#### (b) Taxation

The Charity is registered with the Office of the Scottish Charity Regulator and HM Revenue & Customs as a Scottish Charity for tax purposes and has no liability to corporation tax.

#### (c) Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Directors in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

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## Notes to the Consolidated Financial Statements (cont'd)

### 2. Accounting policies (cont'd)

#### (d) Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Directors in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Directors for particular purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charity for particular purposes. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income is allocated to the appropriate fund.

#### (e) Incoming resources

All incoming resources are included in the Statement of Financial Activities when the Charity is legally entitled to the income, receipt is probable and the amount can be quantified with reasonable accuracy. For legacies, entitlement is the earlier of the Charity being notified of an impending distribution or the legacy being received.

Trading turnover is attributable to the retailing of goods and services, primarily the sale of logo merchandise through the Charity's Fundraising Hub and mail order services.

#### (f) Resources expended

All expenditure is accounted for on an accruals basis once there is a legal or constructive obligation to make payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Expenditure is classified as follows:

- Expenditure on raising donations and legacies are those costs incurred in attracting these income streams.
- Expenditure on other trading activities are those costs incurred in the trading activities of the Charity's subsidiary company and fundraising events organised by the Charity.
- Charitable activities comprises both direct costs of grant payments awarded and an allocation of support costs associated with that activity.

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**Notes to the Consolidated Financial Statements (cont'd)**

**2. Accounting policies (cont'd)**

**(f) Resources expended (cont'd)**

Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis e.g. staff time. Included within support costs are costs associated with the governance arrangements of the Charity, including the external audit and staff time attributable to strategic matters. Support costs have been allocated between expenditure categories based on the use of resources.

**(g) Gifts in Kind**

Where gifts in kind are donated for the purposes of auction or other sale at events organised by the Charity, the proceeds from the auction are included in the activities for generating funds figures in the Statement of Financial Activities.

Where goods or services are donated directly to the Charity, these are included in the Statement of Financial Activities if the value is known with any certainty.

**(h) Investments and investment income**

Investments in these financial statements are shown at market value.

Realised gains/losses are calculated as the difference between the investments carrying value and its disposal proceeds.

Unrealised gains/losses are calculated as the difference between the market value of investments at the end of the year compared with the start of the year, and cost of additions in the year, as relevant.

Unrealised gains / losses on revaluation and gains / losses realised on disposal are taken to the Statement of Financial Activities.

Investment income represents dividends received from listed investments, and interest receivable in the year gross of tax.

**(i) Tangible fixed assets and depreciation**

Fixed assets are capitalised where the cost of any item exceeds £1,000.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost on a straight line basis over their expected useful economic lives as follows:

Computer equipment	over 3 years
Fixtures and fittings	over 3 years (or over term of lease)
Vehicles	over 5 years

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**Notes to the Consolidated Financial Statements (cont'd)**

**2. Accounting policies (cont'd)**

**(j) Stocks**

Stocks are valued at the lower of cost and net realisable value. Cost includes all costs incurred in bringing each product to its present location and condition.

**(k) Financial instruments**

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

**(l) Debtors**

Debtors and accrued income are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

**(m) Cash and cash equivalents**

Cash and cash equivalents include cash, bank and term deposits. Term deposits are held in short to medium term accounts to optimise interest earned and not held for investment purposes.

**(n) Creditors**

Grants payable and other creditors are recognised where the charity 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 are recognised at their settlement amount.

**(o) Employee benefits**

The Charity operates a defined contribution pension scheme. Contributions payable are charged to the Statement of Financial Activities in the period to which they relate.

**(p) Leases**

Rentals paid under operating leases are charged to the Statement of Financial Activities as incurred.

**(q) Commitments**

Full commitments to charitable donations out of existing funds are provided for in the financial statements.

## Notes to the Consolidated Financial Statements (cont'd)

### 2. Accounting policies (cont'd)

#### (r) Going concern

In light of the current economic climate and the remaining fallout from COVID-19, the Directors have considered the application of the going concern principle. Detailed budget are presented to and approved by the Board of Directors with regular monitoring through review of management accounts. We would refer you to our Reserves Policy and Going Concern section of the Directors' Report on pages 17 - 19. The Directors consider that adequate resources are available to fund the activities of the charitable company for a period of at least twelve months. On the basis of budgets and other financial procedures in place the Directors believe the going concern principle is appropriate to these financial statements. There are no known material uncertainties regarding the charity's ability to continue as a going concern.

### 3. Consolidated income from donations and legacies – Group and Charity

	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
Donations from Individuals	1,028,256	341,609	1,369,865	1,243,942
Donations from corporate partners	374,805	108,476	483,281	462,660
Donations from Trusts & Foundations	61,306	353,135	414,441	694,767
Legacies	442,554	135,765	578,319	119,267
<b>Total income from donations and legacies</b>	<b>1,906,921</b>	<b>938,985</b>	<b>2,845,906</b>	<b>2,520,636</b>

### 4. Income from other trading activities

	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
<b>Group</b>				
Trading	83,632	314	83,946	61,685
Charity challenges	6,266	261	6,527	975
GCHC events	133,852	70,027	203,879	122,457
Course registration fees	385	8,990	9,375	(750)
<b>Total income from other trading activities</b>	<b>224,135</b>	<b>79,592</b>	<b>303,727</b>	<b>184,367</b>

Incoming resources from Trading are stated net of Value Added Tax and represent the value of sales made via the charity's trading subsidiary, Glasgow Children's Hospital Trading Limited.

## Notes to the Consolidated Financial Statements (cont'd)

### 4. Income from other trading activities (cont'd)

	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
<b>Charity</b>				
Gift Aid payment from Glasgow Children's Hospital Trading Limited	6,802	234	7,036	15,937
Charity challenges	6,266	261	6,527	975
GCHC events	133,852	70,027	203,879	122,457
Course registration fees	385	8,990	9,375	(750)
<b>Total income from other trading activities</b>	<b>147,305</b>	<b>79,512</b>	<b>226,817</b>	<b>138,619</b>

### 5. Investment income

	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
<b>Group</b>				
Interest received from bank deposits	14,492	3,790	18,282	33,899
Dividend income	-	-	-	298
<b>Total investment income</b>	<b>14,492</b>	<b>3,790</b>	<b>18,282</b>	<b>34,197</b>
<b>Charity</b>				
Interest received from bank deposits	14,490	3,790	18,280	33,863
Dividend income	-	-	-	298
<b>Total investment income</b>	<b>14,490</b>	<b>3,790</b>	<b>18,280</b>	<b>34,161</b>

### 6. Gifts in Kind

The Charity is most grateful for the generous support in the year to Arnold Clark who donated a brand new MINI Electric valued at £29,920 to use as the prize in our 2021 Grand Prize Draw. Our longstanding partnership with Arnold Clark is a special one which has helped us to transform hospital experiences for children from across the Scotland. We are very grateful to the team at Arnold Clark for their incredible generosity and unwavering support during these challenging times.



## Notes to the Consolidated Financial Statements (cont'd)

### 7. Allocation of expenditure

	Basis	Donations & legacies £	Other trading activities £	Charitable Activities £	2022 Total £	2021 Total £
<b>Group</b>						
Grants payable	1			2,093,757	2,093,757	1,775,859
Staff cost - prog. delivery	2			83,648	83,648	47,317
Staff costs - excl prog. delivery	2	455,015	36,242	137,653	628,910	899,393
Community initiatives	1	28,543	95		28,638	18,572
Corporate partners	1	31,900			31,900	1,213
Events & challenges	1		22,750		22,750	438
Trading	1		37,626		37,626	32,108
Individual Giving	1	33,486			33,486	24,945
Legacies & Trusts	1	2,151			2,151	548
Marketing & Comms	1	14,166	1,168		15,334	16,775
Transaction charges	1	24,240	1,725		25,965	20,586
Legal costs	1	604			604	9,420
HR related costs	1	25,961			25,961	13,920
ICT costs	1	38,393	180		38,573	42,552
Office facilitation costs	1	126,243	1,439		127,682	91,933
Vehicle costs	1		4,353		4,353	6,587
Volunteer costs	1	2,927			2,927	1,019
Development	1	594			594	-
Audit / other prof'l fees	1	7,446	2,133		9,579	14,343
		<b>791,669</b>	<b>107,711</b>	<b>2,315,058</b>	<b>3,214,438</b>	<b>3,017,528</b>
<b>Charity</b>						
Grants payable	1			2,093,757	2,093,757	1,775,859
Staff cost - prog. delivery	2			83,648	83,648	47,317
Staff costs - excl prog. delivery	2	455,015	7,937	137,653	600,605	888,565
Community initiatives	1	28,543			28,543	18,572
Corporate partners	1	31,900			31,900	1,213
Events & challenges	1		22,750		22,750	438
Individual Giving	1	33,486			33,486	24,945
Legacies & Trusts	1	2,151			2,151	548
Marketing & Comms	1	14,166			14,166	13,869
Transaction charges	1	24,240			24,240	19,069
Legal fees	1	604			604	9,420
HR related costs	1	25,961			25,961	13,875
ICT Costs	1	38,393			38,393	42,552
Office facilitation costs	1	126,243			126,243	91,671
Vehicle costs	1	-			-	3,597
Volunteer costs	1	2,927			2,927	985
Developing Strategy	1	594			594	-
Audit / other prof'l fees	1	7,446			7,446	9,130
		<b>791,669</b>	<b>30,687</b>	<b>2,315,058</b>	<b>3,137,414</b>	<b>2,961,625</b>

Expenditure is allocated as follows: 1. Direct attribution 2. Time allocation

## Notes to the Consolidated Financial Statements (cont'd)

### 7. Allocation of expenditure (cont'd)

Included within support costs, which have been allocated between expenditure categories, are costs associated with the governance arrangements of the Charity, including the external audit and staff time attributable to strategic matters:

	Group 2022 £	Group 2020 £	Charity 2022 £	Charity 2020 £
Staff costs	30,135	35,425	30,135	35,425
Audit & professional fees	9,700	14,343	7,590	9,130
<b>Total governance costs</b>	<b>39,835</b>	<b>49,768</b>	<b>37,725</b>	<b>44,555</b>

### 8. Charitable activities – Group and Charity

	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
Medical Equipment	88,157	68,900	157,057	191,246
Innovation	200,000	-	200,000	-
Research, Education & Training	247,016	49,521	296,537	76,108
Play & Entertainment for Children	404,099	167,966	572,065	546,868
Volunteer Services	55,790	40,186	95,976	23,249
Patient and Family Support Services	279,785	67,810	347,595	482,309
Patient and Family Support Services – Poverty Related	148,044	51,567	199,611	100,693
Enhancements to Hospital Environment	150,000	89,476	239,476	174,510
NHS Staff Support	10,698	4,530	15,228	
COVID specific support	-	-	-	228,693
<b>Total grants awarded (Note 9)</b>	<b>1,583,589</b>	<b>539,956</b>	<b>2,123,545</b>	<b>1,823,676</b>
Support costs allocated	191,513	-	191,513	98,757
<b>Charitable expenditure</b>	<b>1,775,102</b>	<b>539,956</b>	<b>2,315,058</b>	<b>1,922,433</b>

## Notes to the Consolidated Financial Statements (cont'd)

### 9. Grants awarded in the period – Group and Charity

(a) Items of charitable expenditure over £25,000 in value:

	Unrestricted £	Restricted £	Total £
CCF - Rainbow House enhancements	-	55,997	55,997
Art Therapy at Skye House	21,873	9,656	31,529
Milk Bank Volunteer drivers	-	34,422	34,422
Motility Service - manometry equipment	-	57,000	57,000
NICU Enhancements	-	26,580	26,580
Launch of Innovation Centre	200,000	-	200,000
Respiratory Research project	118,581	-	118,581
Home phototherapy units (bilicocoons)	-	30,594	30,594
Bereavement Service	101,854	17,663	119,517
Play & Events Service	585,039	141,321	726,360
Volunteer service	55,790	-	55,790
Financial Inclusion service	88,980	23,450	112,430
Emergency travel, food & accommodation services	52,000	-	52,000
Office for Rare Conditions staff & new pathfinder role	125,126	-	125,126
MediCinema running costs	49,172	-	49,172
Cleft Lip Education with Augmented Reality project	40,215	-	40,215
Foxgrove CAMHS art strategy	80,000	-	80,000
Theatres Enhancement projects	150,000	-	150,000
OCT ophthalmology equipment	83,182	-	83,182
Recoveries of grants awards from prior year not fully required	(203,094)	(59,387)	(262,481)
Items < £25,000	34,871	202,660	237,531
	<hr/>	<hr/>	<hr/>
Total grants awarded (Note 8)	<b>1,583,589</b>	<b>539,956</b>	<b>2,123,545</b>
	<hr/>	<hr/>	<hr/>

## Notes to the Consolidated Financial Statements (cont'd)

### 9. Grants awarded in the period – Group & Charity (cont'd)

#### (b) Unrestricted funds

The Charity invites applications for funding of medical equipment, research, structured play programmes and distraction therapies, patient and family support services, facility enhancements and other projects from RHC.

In addition the Charity operates six separate Service Level Agreements (SLAs) / Programme Delivery Agreements (PDAs) with NHS Greater Glasgow & Clyde for the provision of the structured play programme (including internal children's events), volunteer driver services for donor milk bank, cardiology, respiratory, iPENS (gastroenterology) and Skye House art therapy services.

#### (c) Restricted funds

Charitable expenditure in respect of funds donated to specific departments of RHC for which the accounts are administered by Glasgow Children's Hospital Charity. A breakdown by Fund is given in Note 22.

### 10. Net income / (expenditure) for the year

Is stated after charging:

	<b>Group 2022 £</b>	<b>Group 2021 £</b>	<b>Charity 2022 £</b>	<b>Charity 2021 £</b>
Audit fees (net of VAT)	9,240	7,250	7,590	5,750
Tax advisory service fees	460	395	-	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

### 11. Analysis of staff and key management personnel costs

All employees are employed by Glasgow Children's Hospital Charity with an allocation of costs made to the wholly owned trading subsidiary, Glasgow Children's Hospital Trading Limited on the basis of time spent on trading activities.

The key management personnel are those individuals in charge of directing and controlling, running and operating the Charity on a day to day basis and comprise the Board of Directors, who are the Charity's Trustees, the Chief Executive. The Trustees received no remuneration in the period, nor re-imbursement of expenses (2021: £Nil). The total employee benefits (inclusive of pension and employer's National Insurance costs) of the Chief Executive were £88,573 (2021: £175,198).

The average number of employees during the year was 20 (2021: 28).

Actual staff numbers on a headcount basis at the end of the year were:

	<b>2022</b>	<b>2021</b>
Full Time	13	12
Part Time	<u>4</u>	<u>8</u>
Total	<u>17</u>	<u>20</u>

Notes to the Consolidated Financial Statements (cont'd)

11. Analysis of staff and key management personnel costs (cont'd)

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
<u>Programme delivery staff:</u>				
Salaries	73,576	41,826	73,576	41,826
Employer's NI	6,420	3,420	6,420	3,420
Pension costs	3,652	2,071	3,652	2,071
	<b>83,648</b>	<b>47,317</b>	<b>83,648</b>	<b>47,317</b>
<u>Other charitable activities:</u>				
Salaries	113,667	81,984	113,667	81,984
Employer's NI	12,283	8,697	12,283	8,697
Pension costs	11,703	8,576	11,703	8,576
	<b>137,653</b>	<b>99,257</b>	<b>137,653</b>	<b>99,257</b>
<u>Other trading activities:</u>				
Salaries	31,653	9,404	6,887	-
Employer's NI	2,803	708	706	-
Pension costs	1,786	716	344	-
	<b>36,242</b>	<b>10,828</b>	<b>7,937</b>	-
<u>Donations &amp; legacies:</u>				
Salaries	386,902	621,793	386,902	621,793
Employer's NI	37,758	60,703	37,758	60,703
Pension costs	30,355	45,230	30,355	45,230
Redundancy / termination payments	-	61,582	-	61,582
	<b>455,015</b>	<b>789,308</b>	<b>455,015</b>	<b>739,308</b>
<b>Total staff costs</b>	<b>712,558</b>	<b>946,710</b>	<b>684,253</b>	<b>935,882</b>

There were no termination benefits paid or payable in the current year (2021: 14 staff members, totalling £61,582).

The number of employees whose emoluments (excluding pension costs) fell within the following bands, was:

	2022	2021
£70,001 - £80,000	1	-
£90,001 - £100,000	-	1
	=	=

## Notes to the Consolidated Financial Statements (cont'd)

### 11. Analysis of staff and key management personnel costs (cont'd)

Contributions are made to money purchase pension schemes on behalf of all employees. All schemes are administered by funds independent from the charitable company. On the basis of the immateriality of the total charge it is not considered necessary to disclose any further information on the pension scheme arrangements in force.

### 12. Related Party Transactions

The Trustees, in aggregate, donated the sum of £1,700 (2021: £3,150) in monetary donations in addition to the considerable amounts of time and expertise freely given to the Charity in attendance at Board and Committee meetings and in the provision of leadership, strategic guidance and professional advice throughout the period.

### 13. Tangible fixed assets

#### Group

	Fixtures & Fittings £	Computer Equipment £	Vehicles £	Total £
<u>Cost:</u>				
At beginning of the year	158,737	61,771	-	220,508
Additions	-	-	5,000	5,000
Disposals	(14,213)	-	-	(14,213)
	<u>144,524</u>	<u>61,771</u>	<u>5,000</u>	<u>211,295</u>
<u>Depreciation:</u>				
At beginning of the year	127,853	56,694	-	184,547
Charge for the period	29,658	2,089	750	32,497
Disposals	(14,213)	-	-	(14,213)
<b>At end of the year</b>	<b><u>143,298</u></b>	<b><u>58,783</u></b>	<b><u>750</u></b>	<b><u>202,831</u></b>
<u>Net book value:</u>				
At beginning of the year	30,884	5,077	-	35,961
<b>At end of the year</b>	<b><u>1,226</u></b>	<b><u>2,988</u></b>	<b><u>4,250</u></b>	<b><u>8,464</u></b>

## Notes to the Consolidated Financial Statements (cont'd)

### 13. Tangible fixed assets (cont'd)

#### Charity

	Fixtures & Fittings £	Computer Equipment £	Total £
<u>Cost:</u>			
At beginning of the year	156,663	61,771	218,434
Additions	-	-	-
Disposals	(14,213)	-	(14,213)
	<u>142,450</u>	<u>61,771</u>	<u>204,221</u>
At end of year			
<u>Depreciation:</u>			
At beginning of the year	125,779	56,694	182,473
Charge for the period	29,658	2,089	31,747
Disposals	(14,213)	-	(14,213)
	<u>141,224</u>	<u>58,783</u>	<u>200,007</u>
At end of the year			
Net book value:			
At beginning of the year	30,884	5,077	35,961
	<u>1,226</u>	<u>2,988</u>	<u>4,214</u>
At end of the year			

### 14. Fixed asset investments

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
100 ordinary shares in Glasgow Children's Hospital Trading Limited, a trading subsidiary	-	-	100	100
Shares in UK stock exchange companies	47,762	38,262	47,762	38,262
<b>Total fixed asset investments</b>	<b>47,762</b>	<b>38,262</b>	<b>47,862</b>	<b>38,362</b>

Glasgow Children's Hospital Trading Limited's loss for the year ended 31 March 2022 was £111 (2021: loss of £10,119) after transferring £7,036 (2021 : £15,937) to Glasgow Children's Hospital Charity. The Charity holds the entire issued share capital of the company whose principal activity is retailing. At 31 March 2022, its capital and reserves totalled £25,119 (2021: £25,231).



## Notes to the Consolidated Financial Statements (cont'd)

### 14. Fixed asset investments (cont'd)

#### Shares held in UK Stock Exchange Companies – Group & Charity

	2022 £	2021 £
Market value at beginning of the year	38,262	35,234
Gain / (Loss) on revaluation	9,500	3,028
<b>Market Value at the end of the year</b>	<b>47,762</b>	<b>38,262</b>
Cost at end of the year	19,351	19,351

These shareholdings arose from a legacy received in 2010.

### 15. Debtors

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Amount due from Glasgow Children's Hospital Trading Limited	-	-	6,953	6,081
Prepayments	22,997	26,158	22,358	25,380
Accrued Income	454,617	62,979	454,617	62,979
Dilapidations	-	9,000	-	9,000
<b>Total debtors</b>	<b>477,614</b>	<b>98,137</b>	<b>483,928</b>	<b>103,440</b>

Seven legacies totalling £402,505 have been accrued into income in 2022 (2021: one legacy of £2,000).

### 16. Cash at bank and in hand

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Unrestricted funds	2,688,111	2,637,778	2,672,982	2,612,505
Restricted funds	3,337,377	3,554,206	3,337,377	3,554,206
<b>Total cash at bank and in hand</b>	<b>6,025,488</b>	<b>6,191,984</b>	<b>6,010,359</b>	<b>6,166,711</b>

## Notes to the Consolidated Financial Statements (cont'd)

### 17. Creditors: amounts falling due within one year

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Grants payable	2,773,451	2,588,355	2,773,451	2,588,355
Other creditors & accruals	240,030	193,584	236,284	191,297
Other taxation and social security	644	226	-	-
<b>Total creditors falling due within one year</b>	<b>3,014,125</b>	<b>2,782,165</b>	<b>3,009,735</b>	<b>2,779,652</b>

### 18. Creditors: amounts falling due after more than one year

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Grants payable	604,540	671,003	604,540	671,003

### 19. Commitments

At 31 March 2022, the Charity had total future commitments under non-cancellable operating leases as follows:

	Property		Equipment	
	2022 £	2021 £	2022 £	2021 £
<b>Group</b>				
Within one year	-	28,989	2,839	3,492
Within two to five years	-	-	4,769	7,865
<b>Total</b>	<b>-</b>	<b>28,989</b>	<b>7,607</b>	<b>11,357</b>

	Property		Equipment	
	2022 £	2021 £	2022 £	2021 £
<b>Charity</b>				
Within one year	-	28,989	2,686	2,686
Within two to five years	-	-	4,731	7,416
<b>Total</b>	<b>-</b>	<b>28,989</b>	<b>7,416</b>	<b>10,102</b>

## Notes to the Consolidated Financial Statements (cont'd)

### 20. Funds

	Unrestricted £	Restricted £	Total £
Fund balances brought forward - Charity	1,524,133	1,369,686	2,893,819
Net movement in funds for period	(431,611)	469,880	38,269
Transfers between funds	23,698	(23,698)	-
	<hr/>	<hr/>	<hr/>
<b>Fund balances carried forward - Charity</b>	<b>1,116,220</b>	<b>1,815,868</b>	<b>2,932,088</b>
Glasgow Children's Hospital Trading Ltd reserves - 31 March	25,019	-	25,019
	<hr/>	<hr/>	<hr/>
<b>Fund balances carried forward - Group</b>	<b>1,141,239</b>	<b>1,815,868</b>	<b>2,957,107</b>
	<hr/>	<hr/>	<hr/>

These funds are retained in order to provide funds for:

#### Unrestricted purposes

To meet the financial objectives of the Charity, which are detailed in the Directors' Report. These reserves are broken down further in Note 21.

#### Restricted purposes

Donations for specific funds and projects as detailed in Note 22.

#### Transfers between funds represent:

- where subsequent instructions are received from a donor restricting income that was originally recorded in a prior period with no restrictions,
- where two or more restricted funds have a common purpose, transfers may be made to support a project which matches their specific restriction, or the funds may be merged, or
- where restricted donations are received for projects initially underwritten from unrestricted funds in a prior period.

## Notes to the Consolidated Financial Statements (cont'd)

### 21. Unrestricted funds – Group and Charity

	Fund balances brought forward £	Income £	Expenditure £	Transfers £	(Losses) / Gains £	Fund balances carried forward £
Tangible Fixed assets	35,961	-	(31,747)	-	-	4,214
Free unrestricted reserves	1,488,172	2,092,886	(2,502,250)	23,698	9,500	1,112,006
<b>Unrestricted funds - Charity</b>	<b>1,524,133</b>	<b>2,092,886</b>	<b>(2,533,997)</b>	<b>23,698</b>	<b>9,500</b>	<b>1,116,220</b>
Trading company reserves	25,131	83,634	(83,746)	-	-	25,019
<b>Unrestricted funds - Group</b>	<b>1,549,264</b>	<b>2,176,520</b>	<b>(2,617,743)</b>	<b>23,698</b>	<b>9,500</b>	<b>1,141,239</b>

#### Designated general reserve

As detailed in the Directors' Report, the general designated reserve exists to allow the current activities of the Charity to continue for the short term in the event of unforeseen significant fluctuations in income levels.

### 22. Restricted funds - Group and Charity

	Fund balances brought forward £	Income £	Expenditure £	Transfer (to) / from Unrestricted funds £	Fund balances carried forward £
<b>Restricted Funds held for specific areas/projects</b>	<b>1,369,686</b>	<b>1,066,575</b>	<b>(596,695)</b>	<b>(23,698)</b>	<b>1,815,868</b>

#### Restricted Funds held by the Charity for specific areas or projects

Provide funds for specific departments or projects within RHC, as specified by the donor on receipt of the donation, for which the Charity has accounts set up. Authority for expenditure from many of these funds has been delegated by the Trustees to the designated Fundholders and they take a long-term strategic view of expenditure from these funds. There were 166 separate restricted funds open during the financial period, the larger ones being detailed on the following page.

## Notes to the Consolidated Financial Statements (cont'd)

### 22. Consolidated and Charity restricted funds (cont'd)

	Balances b/fwd	Income	Expenditure	Tfr between Restricted Funds	Tfr (to) / from Unrestricted funds	Balances c/fwd
	£	£	£	£	£	£
Cardiology Team Fund	76,237	17,571	(2,030)	-	-	91,778
Cardiology Investigation Unit	39,899	-	-	-	-	39,899
Children with Diabetes Fund	100,325	832	(2,441)	-	-	98,716
COVID Fund	-	2,203	(2,203)	-	-	-
COVID Operational costs	-	-	-	-	-	-
Crosshouse - General	19,264	23,624	(25,037)	-	-	17,851
Crosshouse – Neonatal	9,107	114,897	2,178	-	-	126,182
Crosshouse - Rainbow House	-	54,183	(41,575)	-	-	12,608
DNM Family Fund	44,680	127	(7)	-	-	44,800
Fetal Medicine Fund	56,437	1,705	(1,693)	-	-	56,449
Financial Inclusion	-	50,500	(28,000)	-	-	22,500
Home phototherapy	-	34,751	(11,000)	(16,258)	-	7,493
Intensive Care Unit Fund	118,976	13,751	24,103	-	-	156,829
IBD Fund	22,415	670	7,354	-	-	30,439
Mamometry equipment	-	58,850	(58,850)	-	-	-
Milk Bank Fund	-	44,209	(34,552)	-	(9,657)	-
Neonatal (RHC/PRM/RAH)	127,041	44,255	(19,963)	(1,400)	-	149,933
Neonatal Project	-	43,500	(1,652)	-	-	41,848
Ophthalmology	21,070	30,000	(1,500)	-	-	49,570
Play Project Fund	-	130,765	(108,515)	-	(22,250)	-
Play – Teddy Hospital Fund	-	3,000	(3,000)	-	-	-
Schiehallion Unit Fund	76,624	49,428	(39,114)	-	-	86,938
Vein of Galen Fund	61,759	-	-	-	-	61,759
Ward 3A Fund	14,292	12,854	(631)	-	-	26,515
Wilson Family Bequest	43,594	-	5,000	-	-	48,594
Other funds (under £25,000)	537,966	334,901	(253,567)	17,658	8,209	645,167
<b>Total</b>	<b>1,369,686</b>	<b>1,066,575</b>	<b>(596,695)</b>	<b>-</b>	<b>(23,698)</b>	<b>1,815,868</b>

### 23. Analysis of consolidated net assets between funds

	Fixed assets £	Current assets less creditors £	31 March 2022 Total £
Restricted funds	-	1,815,868	1,815,868
Unrestricted funds	8,464	1,132,775	1,141,239
<b>Total</b>	<b>8,464</b>	<b>2,948,643</b>	<b>2,957,107</b>

## Notes to the Consolidated Financial Statements (cont'd)

### 24. Indemnity Insurance

Indemnity insurance in respect of the Directors and Officers of the Charity is in place.

### 25. Prior Year Statement of Financial Activities

	Group Unrestricted funds £	Group Restricted funds £	Group 2021 Total £	Charity Unrestricted funds £	Charity Restricted funds £	Charity 2021 Total £
<b>Income from:</b>						
Donations and legacies	1,292,319	1,241,038	2,533,357	1,292,319	1,241,038	2,533,357
Other trading activities	159,200	25,167	184,367	113,452	25,167	138,619
Investment income	19,526	14,671	34,197	19,490	14,671	34,161
Statutory COVID Support	251,554	-	251,554	251,554	-	251,554
<b>Total income</b>	<b>1,722,599</b>	<b>1,280,876</b>	<b>3,003,475</b>	<b>1,676,815</b>	<b>1,280,876</b>	<b>2,957,691</b>
<b>Expenditure on:</b>						
Raising funds:						
Donations and legacies	924,031	114,723	1,038,754	924,031	114,723	1,038,754
Other trading activities	56,341	-	56,341	438	-	438
Charitable activities	801,429	1,121,004	1,922,433	801,429	1,121,004	1,922,433
<b>Total expenditure</b>	<b>1,781,801</b>	<b>1,235,727</b>	<b>3,017,528</b>	<b>1,725,898</b>	<b>1,235,727</b>	<b>2,961,625</b>
Net movements in funds before unrealised (losses) / gains on investments	(59,202)	45,149	(14,053)	(49,083)	45,149	(3,934)
Unrealised (losses) / gains on investments	3,028	-	3,028	3,028	-	3,028
Net (expenditure) / income	(56,174)	45,149	(11,025)	(46,055)	45,149	(906)
Transfers between funds	154,783	(154,783)	-	154,783	(154,783)	-
<b>Net movement in funds</b>	<b>98,609</b>	<b>(109,634)</b>	<b>(11,025)</b>	<b>108,728</b>	<b>(109,634)</b>	<b>(906)</b>
<b>Reconciliation of funds:</b>						
Total funds brought forward	1,450,655	1,479,320	2,929,975	1,415,405	1,479,320	2,894,725
Net movement in funds	98,609	(109,634)	(11,025)	108,728	(109,634)	(906)
<b>Total funds carried forward</b>	<b>1,549,264</b>	<b>1,369,686</b>	<b>2,918,950</b>	<b>1,524,133</b>	<b>1,369,686</b>	<b>2,893,819</b>

## Notes to the Consolidated Financial Statements (cont'd)

### 26. Prior Year Unrestricted funds – Group and Charity

	Fund balances brought forward £	Income £	Expenditure £	Transfers £	(Losses) / Gains £	Fund balances carried forward £
Tangible Fixed assets	63,122	-	(27,161)	-	-	35,961
Free unrestricted reserves	1,352,283	1,660,878	(1,682,800)	154,783	3,028	1,488,172
<b>Unrestricted funds - Charity</b>	<b>1,415,405</b>	<b>1,660,878</b>	<b>(1,709,961)</b>	<b>154,783</b>	<b>3,028</b>	<b>1,524,133</b>
Trading company reserves	35,250	61,721	(71,840)	-	-	25,131
<b>Unrestricted funds - Group</b>	<b>1,450,655</b>	<b>1,722,599</b>	<b>(1,781,801)</b>	<b>154,783</b>	<b>3,028</b>	<b>1,549,264</b>

### 27. Prior Year Restricted funds – Group and Charity

	Fund balances brought forward £	Income £	Expenditure £	Transfer (to) / from Unrestricted funds £	Fund balances carried forward £
<b>Restricted Funds held for specific areas/projects</b>	<b>1,479,320</b>	<b>1,280,876</b>	<b>(1,235,727)</b>	<b>(154,783)</b>	<b>1,369,686</b>

#### (a) Restricted Funds held by the Charity for specific areas or projects

Provide funds for specific departments or projects within RHC, as specified by the donor on receipt of the donation, for which the Charity has accounts set up. Authority for expenditure from many of these funds has been delegated by the Trustees to the designated Fundholders and they take a long-term strategic view of expenditure from these funds. Additional analysis is provided below.



Notes to the Consolidated Financial Statements (cont'd)

27. Prior Year Consolidated and Charity restricted funds (cont'd)

(a) Restricted Funds held by the Charity for specific areas or projects (cont'd)

	Balances brought fwd	Income	Expenditure	Tfr –Restr'd Funds	Tfr – Unrestr'd Funds	Balances carried fwd
	£	£	£	£	£	£
Cardiology Ward Fund (1E)	76,356	2,221	(2,340)	-	-	76,237
Cardiology Investigation Unit	39,349	550	-	-	-	39,899
Children with Diabetes Fund	97,364	2,801	160	-	-	100,325
Chloe's Chemoo Cows Fund	-	130,803	(115,789)	-	-	15,014
CLK family Fund	35,555	557	(30,006)	-	-	6,106
COVID Fund	1,474	301,994	(223,210)	(56,226)	(24,032)	-
COVID Operational costs	-	22,498	(86,693)	64,195	-	-
Crosshouse Fund - General	53,876	40,323	(74,935)	-	-	19,264
DNM Family Fund	42,572	2,215	(107)	-	-	44,680
ECMO Fund	19,648	2,343	(103)	-	-	21,888
Fetal Medicine Fund	52,088	5,135	(786)	-	-	56,437
Fetal Medicine Enhancements	-	42,840	(32,843)	-	(9,997)	-
Fetal Cardiac Scanner	-	91,024	(50,891)	-	(40,133)	-
Financial Inclusion	-	42,978	(2,658)	-	(40,320)	-
Intensive Care Unit Fund	95,607	32,117	(8,748)	-	-	118,976
IBD Fund	66,322	17,131	(31,038)	(30,000)	-	22,415
CMF Fund	-	32,000	(62,000)	30,000	-	-
Milk Bank Fund	-	15,964	(31,136)	763	14,409	-
Neonatal (RHC/PRM/RAH)	70,420	26,331	(7,999)	38,289	-	127,041
Neonatal Appeal	15,946	57,886	(6,382)	(42,789)	(24,661)	-
Neurosciences Research Fund	26,722	344	(2,834)	-	-	24,232
Play Project Fund	50	74,100	(50,400)	-	(23,750)	-
Play – Teddy Hospital Fund	-	30,005	(30,005)	-	-	-
Schiehallion Appeal	31,485	3,637	(20,627)	-	-	14,495
Schiehallion Unit Fund	78,573	46,442	(48,391)	-	-	76,624
Theatres Fund	20,852	52,093	(72,945)	-	-	-
Vein of Galen Fund	77,088	920	(16,249)	-	-	61,759
Wilson Family Bequest	91,991	810	(49,207)	-	-	43,594
Other funds (under £25,000)	485,982	202,814	(177,565)	(4,232)	(6,299)	500,700
<b>Total</b>	<b>1,479,320</b>	<b>1,280,876</b>	<b>(1,235,727)</b>	<b>-</b>	<b>(154,783)</b>	<b>1,369,686</b>

(b) Restricted Funds held by NHS Greater Glasgow & Clyde

Provide funds for specific departments within RHC, as specified by the donor on receipt of the donation, the accounts for which are held by NHS Greater Glasgow & Clyde Endowments.

Notes to the Consolidated Financial Statements (cont'd)

28. Prior Year analysis of consolidated net assets between funds

	Fixed assets	Current assets less creditors	31 March 2021 Total £
	£	£	£
Restricted funds	-	1,369,686	1,369,686
Unrestricted funds	35,961	1,513,303	1,549,264
<b>Total</b>	<b>35,961</b>	<b>2,882,989</b>	<b>2,918,950</b>