

SOUTHERN HEALTH AND SOCIAL CARE TRUST

ANNUAL REPORT AND ACCOUNTS OF THE CHARITABLE TRUST FUNDS HELD BY THE SOUTHERN HEALTH AND SOCIAL CARE TRUST

YEAR ENDED 31 MARCH 2021



SOUTHERN HEALTH AND SOCIAL CARE TRUST
CHARITABLE TRUST FUNDS

ANNUAL REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2021

Laid before the Northern Ireland Assembly under Article 90(5) of the Department of Health and Personal Social Services (NI) Order 1972 (as amended by the Audit and Accountability Order 2003) by the Department of Health

On

19 July 2021

SOUTHERN HEALTH AND SOCIAL CARE TRUST
CHARITABLE TRUST FUNDS

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Annual Report of the Trustees of the Charitable Trust Funds held by the Southern Health and Social Care Trust for the year ended 31 March 2021

INTRODUCTION

This is the annual report for the Charitable Trust Funds held by the Southern Health and Social Care Trust ('Trust Funds') for the year from 1 April 2020 to 31 March 2021.

Under Article 91 of the Health and Personal Social Services (NI) Order 1972 (as amended by Article 6 of the Audit and Accountability (Northern Ireland) Order 2003), the Southern Health and Social Care Trust is required to prepare annual accounts in respect of endowments and other property held on trust by it in a form determined by the Department of Health (DoH). This format is in accordance with the requirements of 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 & Republic of Ireland (FRS 102)" ("The Charity SORP").

REFERENCE AND ADMINISTRATIVE DETAILS

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Comments

If you have any comments about this report or would like extra copies please telephone 028 3756 0118.

Trustee Arrangements

Under the Health and Personal Social Services (NI) Order 1972, as amended by Article 16 of the Health and Personal Social Services (NI) Order 1991, the Board members of the Southern Health and Social Care Trust were the trustees of the Trust Funds during 2020-21. This constituted the following:

Non-executive members

Ms E Mullan	Chair (transferred from Non-Executive Director on 1 December 2020), Chair of Governance Committee
Mrs R Brownlee	Chair (up to 30 November 2020)

Mrs S Rooney	Chair of Endowments and Gifts Committee (up to 31 August 2020)
Mrs H McCartan	Chair of Audit Committee
Mr J Wilkinson	Chair of the Patient & Client Experience Committee
Ms G Donaghy	Chair of Endowments and Gifts Committee (from 1 September 2020)
Mr M McDonald	
Mrs P Leeson	Chair of Performance Committee (from 1 September 2020)

Executive members

Mr S Devlin	Chief Executive
Ms H O'Neill	Director of Finance, Procurement & Estates
Mr P Morgan	Director of Children & Young People's Services / Executive Director of Social Work
Dr M O'Kane	Medical Director
Mrs H Trouton	Executive Director of Nursing, Midwives & AHPs

Other Members

Mrs A Magwood	Director of Performance and Reform
Mrs V Toal	Director of Human Resources & Organisational Development
Mrs M McClements	Director of Acute Services from 1 November 2020 (Interim Director of Acute Services from 7 June 2019)
Mrs E Gishkori	Director of Acute Services (retired 30 April 2020)
Mr B McNeany	Director of Mental Health & Disability Services
Mr B Beattie	Interim Director of Older People & Primary Care Services

The Trustees have delegated responsibility for the on-going management of funds to the Endowments and Gifts Committee.

The Southern Health and Social Care Trust (SHSCT) Trust Funds is on the deemed list of charities as it is registered with Her Majesty's Revenue and Customs for charitable tax purposes. The Trust Funds had applied to the Charity Commission for Northern Ireland (CCNI) to register as a charity however following engagement with CCNI, these applications have been withdrawn to allow restructuring of the Trust Funds held by HSC organisations in advance of seeking registration. It is acknowledged this restructuring will take some time to complete. Therefore a charity number is currently outstanding in advance of seeking registration (see page 18 for more detail).

The Trustees employed the following professional advisors during the year:

Auditors

Northern Ireland Audit Office
106 University Street
Belfast
BT7 1EU

Bankers

Bank of Ireland
13 Market Street
Lurgan
BT66 6AR

Solicitors

Directorate of Legal Services
Business Services Organisation
2 Franklin Street
Belfast
BT2 8DQ

Investment Managers

NI Central Investment Fund for Charities (NICIFC)
The Lighthouse Building
4th Floor, 1 Cromac Place
Gasworks Business Park
Ormeau Road,
Belfast
BT7 2JB

Structure, Governance and Management

The Trust Funds held by the Southern Health and Social Care Trust are governed by the Health and Personal Social Services (NI) Order 1972. The Trust Board acts as “corporate trustee” for the Trust Funds. Trust Board members are recruited by the Department of Health in accordance with its recruitment procedures and are appointed by the Minister for Health.

The Endowments and Gifts Committee is the committee responsible for providing assurance to the Trust Board on all aspects of the stewardship and management of funds donated or bequeathed to the Trust.

The Terms of Reference of the Endowments and Gifts (E&G) Committee were revised during 2020-21. They cover the following:

- Constitution – The Committee is established to administer the E&G Funds. It is authorised by the Trust Board to undertake any activity within its terms of reference. It is authorised to seek advice from whatever source it deems to be appropriate in order to fulfil its function. All employees are directed to cooperate with any request made by the Committee.
- Membership – Not less than 3 Non-Executive Directors, 1 of whom shall act as the Committee’s Chair; the Director of Acute Services (or their nominee); and the designated Director with responsibility for Human Resources and Organisational Development (or their nominee). The Director of Finance, Procurement and Estates, or their representative shall normally attend meetings. The Committee may seek the attendance of other parties if deemed necessary.
- Quorum – Three members, including two Non-Executive Directors and one Director.
- Frequency of meetings – the Endowments and Gifts Committee will meet no fewer than 4 times per year. The Chair of the Committee may convene additional meetings as is deemed necessary.

The roles and responsibilities of the Endowments and Gifts Committee in relation to the management and governance of the Trust Funds were as follows:

- To ensure that appropriate arrangements are in place to oversee the administration, including banking arrangements of E&G Funds and their investment and disbursement;
- The normal purposes to which funds may be applied include all relevant expenditure likely to enhance the provision of health and social care services in accordance with current legislation relating to E&G Funds as well as Standing Financial Instructions, associated operational procedures of the Trust and the wishes of the donor;
- Satisfy itself that E&G funds are managed in line with guidance in the Trust's Standing Financial Instructions, Departmental guidance and legislation;
- Ratify the creation of a new fund by the Director of Finance, Procurement and Estates where funds and/or other assets are received from donors in circumstances where the wishes of the donor cannot be accommodated within the scope of an existing fund;
- Make recommendations on the potential for rationalisation of funds within statutory guidelines;
- Seek assurance that assets in ownership of, or used by, the E&G Fund will be maintained with the Trust's general estate and inventory of assets;
- Seek assurance that funds are not unduly or unnecessarily accumulated;
- Ensure that a Trustees' Report is produced as part of the production of annual accounts for E&G Funds;
- Seek assurance that expenditure from E&G Funds is subject to appropriate value for money considerations including proper procurement procedures where applicable;
- Ensure that Annual Accounts are prepared in accordance with DoH guidelines and submitted to the Trust Board within agreed timescales; and
- On behalf of the Trust Board, and on the advice of the Senior Management Team, the Committee will authorise appropriate policies and procedures in relation to E&G Funds.

Reporting arrangements: The minutes of meetings of the Committee shall be formally recorded and approved at the subsequent Committee meeting prior to submission to Trust Board for approval. The Committee will report to the Board annually on its work.

The Director of Finance, Procurement and Estates is responsible for the day to day management and control of the administration of the Trust Funds and reports to the Endowments and Gifts Committee. The Director of Finance, Procurement and Estates has responsibility to ensure that Trust Funds are managed appropriately with regard to their purpose and requirements; that full accounting records are maintained and that devolved decision making or delegated arrangements are in accordance with the policies and procedures agreed by the Endowments and Gifts Committee.

BSO Internal Audit includes the Trust Funds as part of their rolling programme of audits. The Southern Health and Social Care Trust Audit Committee carries out an oversight role in reviewing Internal Audit reports and the annual accounts.

During 2020-21, the Committee held 4 meetings to oversee the administration of the Trust Funds, their investment and disbursement. Attendance was as follows:

Name of Board member	Attendance
Non-Executive	
Ms G Donaghy Chair (from September 2020)	3/3
Mrs S Rooney Chair (until 28 August 2020)	1/1
Mrs H McCartan	4/4
Mr M McDonald	3/4
Director	
Mrs M McClements (Director/Interim Director of Acute Services)	4/4
Mrs V Toal (Director of HR & OD)	4/4

There are no key management personnel employed by the Trust Funds and there are no employees. All management and administration duties are performed by employees of the Southern Health and Social Care Trust and the Trust Funds are charged a management fee for their services.

Objectives and Activities

The objectives for the Trust Funds held by the Southern Health and Social Care Trust in 2020-21 were to ensure that charitable donations and grants received by the Trust were appropriately managed, invested, expended and controlled, in a manner that was consistent with the purposes for which they were given and with the Trust’s Standing Financial Instructions and Departmental guidance and legislation.

Funds are used to support expenditure in the following areas to progress the objective of the Trust Funds:

- New equipment;
- Enhance the patient/client environment/ treatment experience;
- Staff education and training / skills enhancement; and
- Academic Research and Development.

Main Activities of the Trust Funds for the year 2020-21

During 2020-21 the Endowments and Gifts Committee prioritised its work to receive and spend funds for staff and patients of Southern Health and Social Care Trust in support of the Covid-19 response within the Southern Health and Social Care Trust. This included the grant funding from NHS Charities Together which distributed the funds raised by the emergency appeal and Captain Sir Tom Moore, as well as the exceptionally generous donations from the local community.

The Endowments and Gifts Committee also continued to meet regularly to monitor the use and rationalisation of Funds and to advise on and approve expenditure requests from the Fund Managers, in accordance with their terms of reference and the ongoing objectives for the use of the Funds.

The Trust continues to only accept donations into four Directorate wide Funds – Acute, Older People and Primary Care (OPPC), Children’s and Young People’s Services (CYPS) and Mental Health and Learning Disability (MHL). The other restricted funds continue to be utilised but do not accept new donations. However, in 2020-21, 3 new restricted funds were created, one for donations from the public to support the Southern Health and Social Care Trust work during the Covid-19 pandemic, one to record the grants received from NHS Charities Together and another for the £3M donation from DoH. These funds are expected to be time limited as the Southern Health and Social Care Trust prioritises using the monies to support staff and patient wellbeing during and in the aftermath of the pandemic.

The Endowments and Gifts Committee has also continued to promote rationalisation of existing historic funds where possible in 2020-21, the purpose of which is twofold – to ensure appropriate use of all funds, irrespective of the size of the donation and to reduce the administration associated with having a very large number of funds. During 2020-21 a further 25 funds were fully depleted. Whilst progress is being made, it is recognised that it needs to be accelerated. Further work is to be carried out during 2021-22 to support Fund Managers in utilising the remaining balances in the older and smaller funds, in anticipation of CCNI registration.

An Internal Audit report on Charitable Trust Funds during 2019-20 provided a **satisfactory** level of assurance on the basis that controls over Trust Funds are generally operating effectively. There were no significant issues highlighted in the report that impact on the assurance provided. However, there were six Priority 2 recommendations of which one recommendation relates to the development and monitoring of Directorate spending proposals, with other minor issues relating to full compliance with the Trust Funds procedures. The Endowments and Gifts Committee reviewed progress against the recommendations through 2020-21 and is pleased to note that five of the six Priority 2 recommendations are now fully implemented, the outstanding recommendation relating to the rationalisation of funds which has not been significantly progressed during 2020-21 due to other priorities during the pandemic.

The Procedures for the Management of Charitable Trust Funds were revised and reissued during 2020-21. The most significant amendment covers ‘Non Cash Gifts’ and requires that such donations for the benefit of patients and staff should be reported centrally. This addresses the Priority 2 recommendation to strengthen procedures for recording non cash donations.

The Endowments and Gifts Committee completed a best practice self-assessment review during 2020-21 with no issues raised. Training was delivered in the previous year 2019-20 to the Trust Board members in their role as Trustees in managing the Trust Funds.

Achievements and Performance

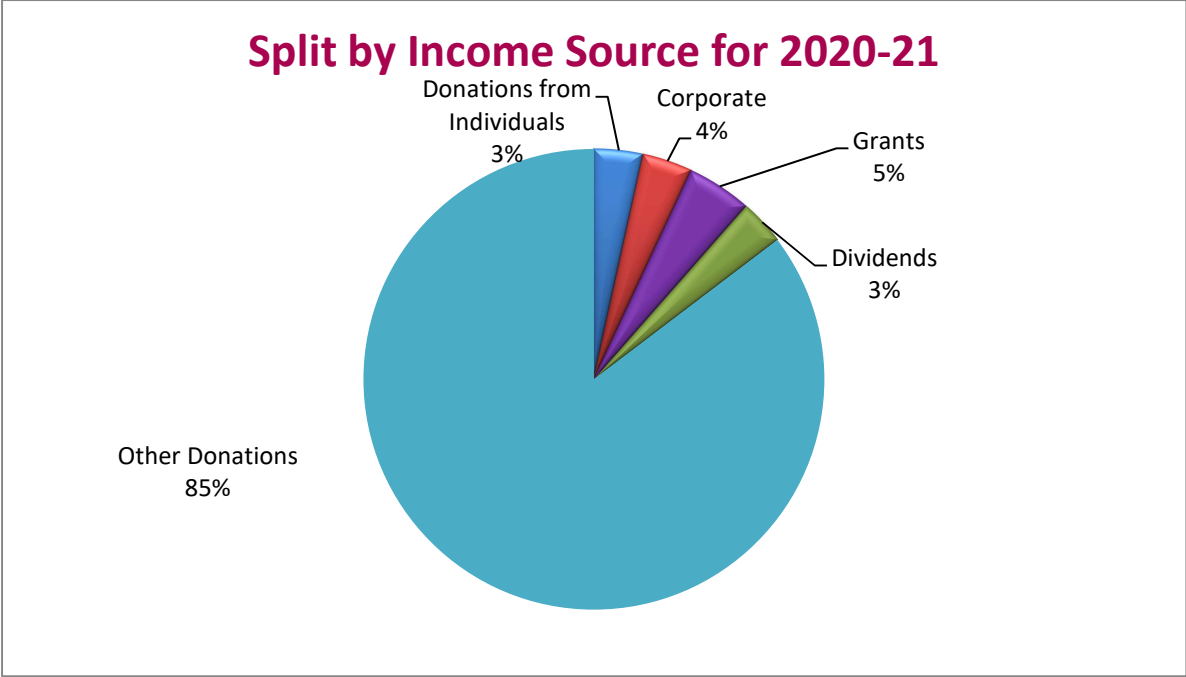
Total donations to the Trust Funds for 2020-21 were £3,436k. There were very many generous donations from patient and client groups, their families and carers, and other community fundraising efforts. Donation income increased significantly this year as members of the public sought to provide tangible support to the Southern

Health and Social Care Trust, and to express their support and appreciation to the staff for their work for the people of the Southern Health and Social Care Trust area during the pandemic. Each and every one of these donations, large and small, is greatly appreciated by the Southern Health and Social Care Trust Charitable Trust Funds trustees, and in turn by the recipient staff, patients and clients of the Southern Health and Social Care Trust.

A donation was made from Department of Health (DoH) to SHSCT Trust Funds for £3m in March 2021. This is to be split £2m for general support and £1m for support for nursing. Plans to utilise these monies are being developed and will be agreed and approved by the Endowment and Gifts Committee in conjunction with the wider Trust in 21-22.

Donations – Some examples include:

- ❖ Donations for specialised equipment and furniture;
- ❖ Donations in memory of loved ones who were patients of Southern Health and Social Care Trust;
- ❖ Donations from individuals, organisations and clubs from their fundraising efforts and activities specific for Covid-19 support;
- ❖ Fundraising donations from service users and their families in recognition of excellent care delivered by the Southern Health and Social Care Trust;
- ❖ Fundraising donations from local businesses, schools, churches and community groups; and
- ❖ Many donations of e.g. toiletries, snacks and beverages, PPE and offers of support including accommodation, transport and scrubs were made.





2020-21 was dominated by Covid-19. As the Southern Health and Social Care Trust staff stepped up to the challenge, the local community supported them in so many ways. The staff have been so grateful for this support, the numerous gifts provided to them, from fruit and soft drinks, to scrubs sewn by local people, and donations

On behalf of our staff, we want to say a huge thank you to our local community for their continued overwhelming generosity over the past year since we entered this pandemic.

Your support has been amazing.

There are so many people, schools, businesses and organisations that we can't possibly mention them all individually—but please know how much it means to us all.

of hand creams, toiletries and PPE. The Southern Health and Social Care Trust endeavoured to thank all the donors personally, and there were THANK YOU messages posted on social media.





Thank you to everyone for your generosity



During the year the Trust Funds continued to be spent on activities commensurate with its objectives. £529k was expended on charitable activities, in accordance with the Trust Fund's policies and procedures, an increase of £142k on 2019-20.

Examples of improvements the Trust Funds have supported financially during 2020-21 as a result of donations and legacies received include:

- ❖ Staff specialist training – including allergy care courses, online CT interpretation and paediatric health training – this is staff education over and above that which would normally be provided;
- ❖ Sensory Garden at St Luke's Hospital;
- ❖ Dummies for airway training;
- ❖ Digital Information screens for ED and MIU; and
- ❖ Amoena Bras for patient comfort.

The SHSCT Trust Funds has become a member of the NHS Charities Together Association. Following the national fundraising campaign in response to the Covid-19 pandemic, a grant of £161k was received by the SHSCT Trust Funds during the year 2020-21. This has been applied in accordance with the specified conditions of

the Covid-19 Urgent response grants. The Trust will be making further applications for grant funding in 2021-22 in line with the conditions specified for Social Care Partnership Grants, and Recovery Grants. Plans were drawn up for the utilisation of these donations on, for example, staff food, accommodation and comfort packs.



Visiting Craigavon Maternity to hand over more Special Delivery NI gift baskets to Specialist Midwife Oonagh King. Many thanks to Simply Kids Photography for their continued generosity in supplying gift vouchers to include in the gift baskets.

The Orthopaedic ward at Craigavon Area Hospital was kindly donated pyjamas for patients with no belongings, from the Corley and Hackett families. In total approximately £1,500 worth of pyjamas were donated – staff and patients are extremely grateful for this very kind and thoughtful donation. Thank you to everyone involved!

Investments

The Northern Ireland Central Investment Fund for Charities (NICIFC) continues to hold funds invested on behalf of the SHSCT Trust Funds. During 2020-21, the Endowments and Gifts Committee continued to review the performance of funds invested through NICIFC. The net market value of funds invested with the NICIFC at 31 March 2021 was £3,694k. This is 52.4% of the total value of Trust Funds.

The balance of funds held with the NICIFC has an increase in value of £584k in 2020-21 when compared to a loss of £183k in the prior year. This is due to an increase in valuation of this investment at the year end.

Financial Review

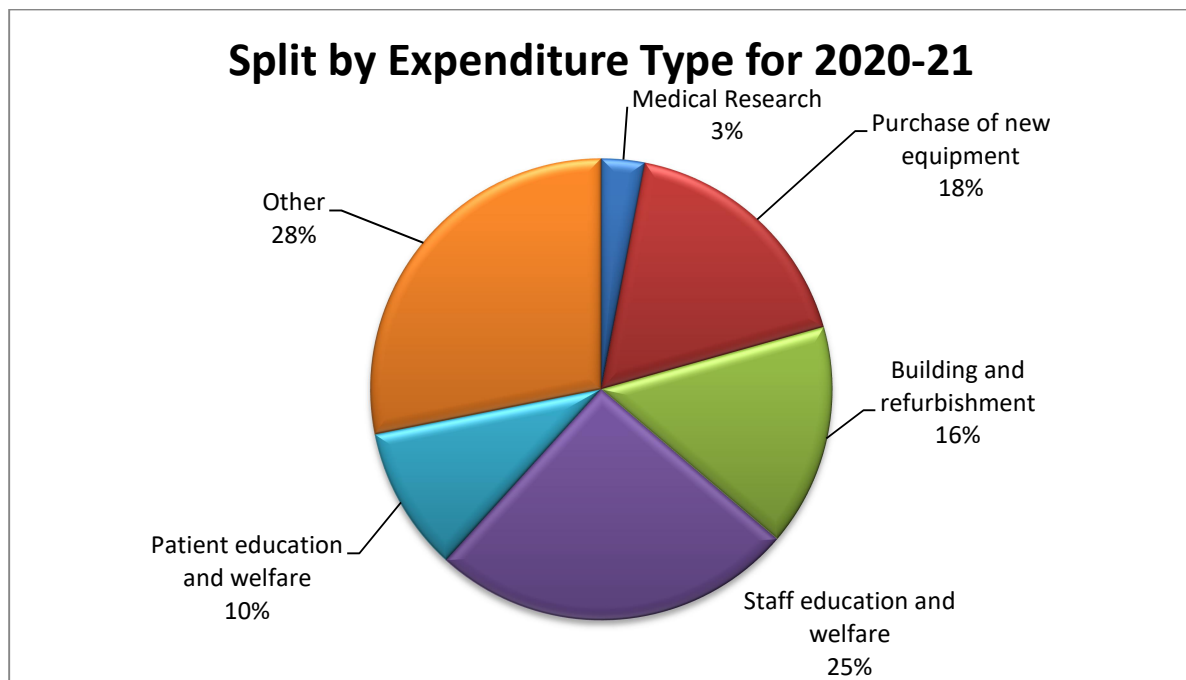
Introduction

The financial statements have been prepared in accordance with the Charities Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with FRS102 in the UK and Republic of Ireland and with relevant guidance issued by the Department of Health.

Where there is a legal restriction on the purposes to which a fund may be applied, the fund is classified in the accounts as a restricted fund. Unrestricted funds may be spent at the discretion of the trustees in line with any of the charity's objectives.

Funds where the capital is held to generate income for charitable purposes and cannot itself be spent are accounted for as an endowment fund. The SHSCT Trust Funds has seven endowment funds.

The SHSCT Trust Funds continues to have a significant number of restricted funds in existence from prior to 1 April 2018. These will continue until the balance is utilised or reduced to a level which is appropriate to be transferred to another fund. This will be incorporated into the fund restructuring work which will continue in 2021-22 and beyond.

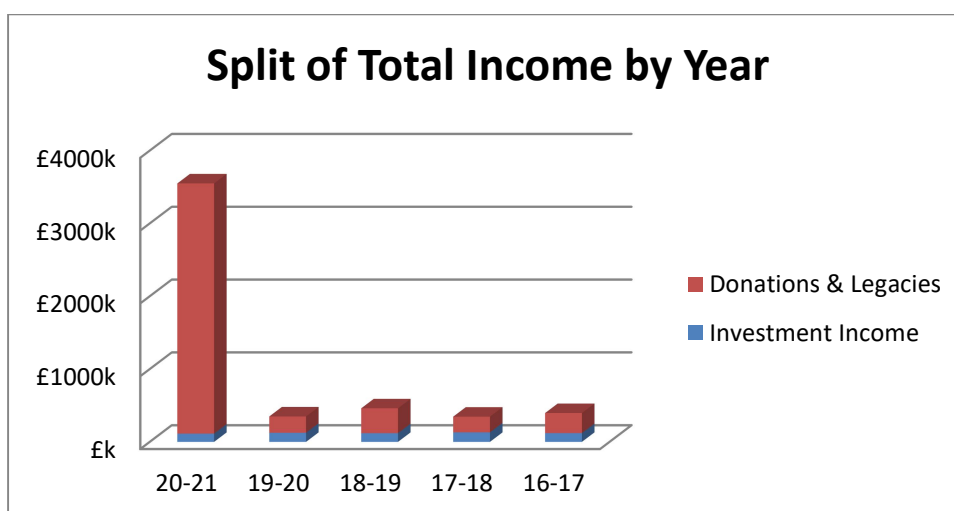


Review of the year 2020-21

Income

During the year income totalling £3,549k was received, an increase of £3,200k when compared to the prior year, substantially due to the £3M donation received from DoH in 2020-21. £3,436k was received in donations and legacies compared to £224k in 2019-20. £113k of Investment income was received; this was a decrease of £12k, when compared to 2019-20.

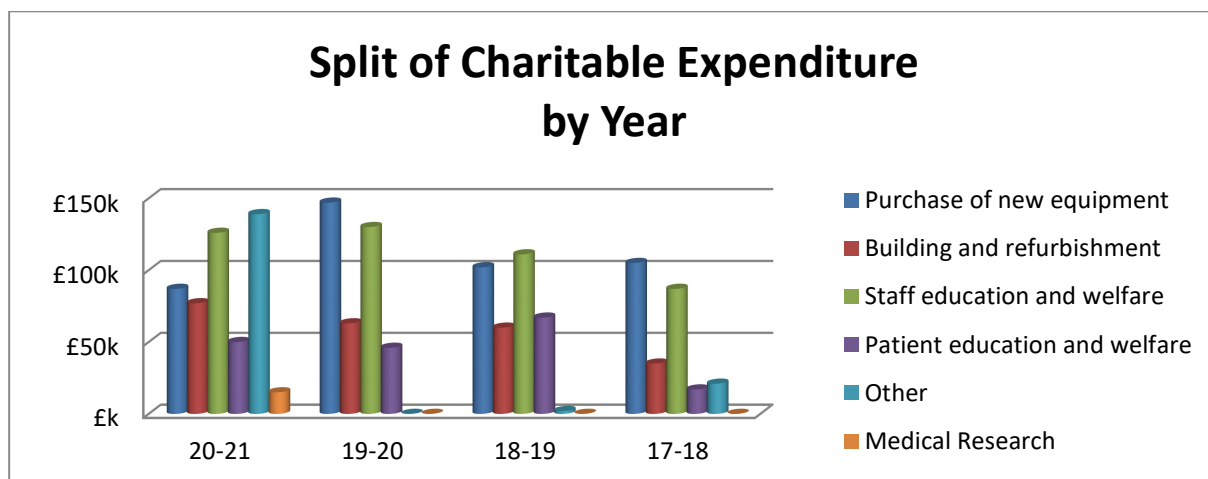
Gifts in kind received in 2020-21 amounted to £13k (£4k included within corporate donations, £7k included within individual donations and £2k included within other donations) and included items such as the provision of courses, conferences and award events including travel and accommodation and gift cards. They are included at a reasonable estimate of their value to the Trust Funds.



A large number of donations, donations in kind and gifts have been received from the public to support the Covid-19 pandemic effort by the Southern Health and Social Care Trust and our staff. These included refreshments, toiletries, personal protective equipment including locally made masks, visors and scrubs, and electronic tablets for virtual visiting. Most of those donations in kind received within the reporting period have been treated as gifts for staff wellbeing and so are not included in the accounts as the items were provided and distributed directly to Trust staff for consumption or usage at the time, and it is not possible to provide reasonable accurate estimates of the quantity or value of the donations in kind. Some specific items including electronic tablets have been valued and included in donations and expenditure as they were utilised by Southern Health and Social Care Trust during the reporting period.

Expenditure

Total resources spent on charitable activities for the year amounted to £529k, an increase of £142k from 2019-20. Included within the £529k are governance and support costs for the financial administration of the funds amounting to £35k. This comprised £29k representing a levy of approximately 0.8% of incoming resources, for administration as agreed by the Endowments and Gifts Committee, and £6k audit fees. In addition to the charitable activity spend there were Investment management costs of £17k charged by the Investment Management Company based on the value of the portfolio held by NICIFC. Total expenditure in this financial year was, therefore, £546k.



Investment

The unrealised gain on the investment portfolio of £584k, 18.8% from the value at the beginning of the year which is in line with wider market performance, although slightly less than growth of the FTSE100 portfolio (23.8%) which had experienced a much larger overall loss in value of 18.8% in the year to 31 March 2020. The market value remains well in excess of the investment's historic cost of £2.023M. Dividend performance has dipped slightly at approx. 2.7% return against a consistent 3% over the past 5 years.

The prevailing economic conditions experienced a sharp downturn over the last quarter of the previous reporting period (Q/E 31 March 2020) in response to the uncertainty around the Covid-19 pandemic. The Investment Portfolio has limited exposure to areas directly affected by the Covid-19 situation such as aircraft and tourism, with a focus on healthcare, technology and utilities which are anticipated to remain relatively stable. The NICIFC share price had recovered from the 31 March 2020 value of 1242.70p to 1476.35p as at 31 March 2021, which continues the long term trend of growth in value of the portfolio. However, there is likely to be ongoing uncertainty and potential market volatility due to the continuing global impact of Covid-19 and the EU Exit through 2021.

Financial Position at Year End

Total fund balances were £7,051k at 31 March 2021, consisting of £7,025k of restricted funds and £26k of endowment funds. This is a total increase of £3,593k from the previous year.

Financial Controls

The Trustees are aware of their financial responsibilities for the money that is held on trust. The Chair of the Endowments and Gifts Committee reports to the Trust Board on a regular basis and fund managers are circulated with details of their fund balances throughout the year. Detailed financial procedures are provided to Fund Managers, including delegated authority levels.

The Trustees' delegated authority levels for the Funds are as follows:

For the four Directorate wide funds:

- Expenditure up to £10,000 must be approved by a Director for the relevant fund;
- Expenditure over £10,000 and less than £50,000 must be approved by a Panel consisting of the Director for the relevant fund, a Director who is a member of the Endowments and Gifts Committee, a staff side representative and a member of staff who has responsibility for patient / client focus; and
- Expenditure over £50,000 must be approved by the Chief Executive or the Director of Finance, Procurement and Estates, having been first recommended by the Panel.

For the other restricted funds:

- Expenditure up to £1,000 must be approved by the designated Fund Manager;
- Expenditure over £1,000 and less than £10,000 must be approved by the relevant Director;
- Expenditure over £10,000 and less than £50,000 must be approved by the Chief Executive; and
- Expenditure over £50,000 must be jointly approved by the Chief Executive and one Director member of the Endowments and Gifts Committee.

Specific procedures for the governance of the new £3M donation from the Department of Health will be finalised early in 2021-22.

Statement of Risk

The management of risk in relation to the Trust Funds is closely aligned with the Southern Health and Social Care Trust's risk management strategy and procedures.

The major risks to which the Trust Funds are exposed have been reviewed by the Board of the Southern Health and Social Care Trust and systems have been established to mitigate these risks. The major risks identified are falls in income due to the fluctuation of legacies and donations received and an adverse change in the stock market conditions. These risks are mitigated by regular reviews of income and expenditure requests, forecasts and by the annual investment performance reviews by the Endowments and Gifts Committee and advice from the external investment manager as required. This may result in the investment portfolio being changed if the Trustee considers the investments held are exposed to unnecessary risks.

The Trust Funds are indebted to the generosity of patients, clients, their families and carers, well-wishers and friends who have donated so generously to the work of the Trust Funds.

Reserves Policy

The SHSCT Trust Funds holds £nil in reserves as at 31 March 2021 (2020: £nil). The Trust Funds do not currently enter into future commitments and so has not created any reserves for this. Activities are only authorised when funding is available.

Investment Policy

The SHSCT Trust Funds has invested in the NICIFC. NICIFC was set up in 1965 through the Charities Act (Northern Ireland) 1964, with the aim of providing charities with the opportunity to invest all or part of their assets in a centrally pooled fund, administered by the Department for Communities. The Fund is managed by recognised fund managers, with its investment policy and performance reviewed on a quarterly basis by a locally based advisory committee, appointed by the Department.

The NICIFC operates as a discretionary managed fund, with participating Charities allocated a proportionate number of shares based on the size of their investment and the most recent valuation (share price). The Fund invests in fixed-interest securities, UK & foreign equities and selected unitised funds. The allocation between these asset classes is reviewed and adjusted periodically, in line with the Fund's investment policy.

NICIFC is managed by the Department for Communities and the portfolio manager (currently Aberdeen Standard Capital).

The balance of the Trust Funds monies are held in bank accounts under the HSC banking services contract.

The Endowments and Gifts Committee reviewed its Investment Policy in 2020-21. It has not made any changes to the existing policy at this time. However, it will continue to review the investment policy and portfolio annually, with particular reference to the achieved dividend rate underperforming against the comparative benchmark. The position will be reviewed during 2021-22 with exploration of alternative investment options.

Plans for Future Periods

The key focus for the Endowments and Gifts Committee in 2021-22 and beyond will be the preparations for the restructuring of the Trust Funds required in order to proceed with the CCNI registration application. This will include review of the purpose of the Funds, provision of governing documents and potentially seeking Court approval to effect any movement or transfer between Funds or any other changes to the Funds. This process will be carried out in conjunction with the Department of Health and the other HSCNI bodies, and taking cognisance of legal and professional advice. It is anticipated that this process will continue for 18 to 24 months.

The SHSCT Trust Funds has become a member of the NHS Charities Together Association. There are further grant programmes open to NHS/HSC Trusts. Southern Health and Social Care Trust will consider the criteria and options available to submit applications for these monies during 2021-22.

A donation was made from Department of Health (DoH) to SHSCT Trust Funds for £3m in March 2021. This is to be split £2m for general support and £1m for support for nursing. Plans to utilise these monies are being developed and will be agreed and approved by the Endowment and Gifts Committee in conjunction with the wider Trust in 2021-22.

There have been very many generous donations from the local community and beyond in response to the Covid-19 pandemic. A new Covid-19 Fund has been created in order to record and manage these donations and associated expenditure during 2020-21 and into the next year as required.

The Endowments and Gifts Committee has carried out the annual review of investment options and has made the decision to continue to invest via NICIFC for now but to explore other options, including withdrawing the SHSCT Trust Funds investment from NICIFC and pooling the Trust Funds for investment with those of the other HSC bodies in the Common Investment Fund (CIF).

The Endowments and Gifts Committee will continue to actively promote the use of Trust Funds and will carry out monitoring of Directorate expenditure plans as recommended by the recent Internal Audit report.

Signed on behalf of the Trustees:

A handwritten signature in black ink, consisting of a large, stylized initial 'J' followed by a series of loops and a long horizontal stroke.

Chief Executive

Date: 17 June 2021

**The Accounts of the Charitable Trust Funds
held by Southern Health and Social Care
Trust**

For the year ended 31 March 2021

SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

THE CERTIFICATE AND REPORT OF THE COMPTROLLER AND AUDITOR GENERAL TO THE NORTHERN IRELAND ASSEMBLY

Opinion on financial statements

I certify that I have audited the financial statements of the Southern Health and Social Care Trust's Charitable Trust Funds for the year ended 31 March 2021 under the Health and Personal Social Services (Northern Ireland) Order 1972, as amended. The financial statements comprise: the Statement of Financial Activities, the Balance Sheet, Statement of Cash flows and the related notes including significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom accounting standards including FRS 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In my opinion the financial statements:

- give a true and fair view of the state of Southern Health and Social Care Trust's Charitable Trust Fund's affairs as at 31 March 2021 and of its incoming and expenditure of resources for the year then ended; and
- have been properly prepared in accordance with the Health and Personal Social Services (Northern Ireland) Order 1972, as amended and Department of Health directions issued thereunder.

Opinion on regularity

In my opinion, in all material respects the financial transactions recorded in the financial statements conform to the authorities which govern them.

Basis for opinions

I conducted my audit in accordance with International Standards on Auditing (ISAs) (UK), applicable law and Practice Note 10 'Audit of Financial Statements of Public Sector Entities in the United Kingdom'. My responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of this certificate.

My staff and I are independent of Southern Health and Social Care Trust's Charitable Trust Fund in accordance with the ethical requirements of the Financial Reporting Council's Revised Ethical Standard 2019, and have fulfilled our other ethical responsibilities in accordance with these requirements.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for my opinions.

Conclusions relating to going concern

In auditing the financial statements, I have concluded that the Southern Health and Social Care Trust's Charitable Trust Funds' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work I have performed, I have not disclosed in the financial statements nor identified any material uncertainties that relate to events or conditions that, individually or collectively, may cast significant doubt about the Southern Health and Social Care Trust's Charitable Trust Fund's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

My responsibilities and the responsibilities of the Trust and the Accounting Officer with respect to going concern are described in the relevant sections of this report.

Other Information

The other information comprises the information included in the Annual Report other than the financial statements and my audit certificate and report. The Trust and the Accounting Officer are responsible for the other information included in the annual report. My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

My responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If I identify such material inconsistencies or apparent material misstatements, I am required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact.

I have nothing to report in this regard.

Opinion on other matters

In my opinion based on the work undertaken in the course of the audit, the information given in the Trustee's Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which I report by exception

In the light of the knowledge and understanding of the Southern Health and Social Care Trust's Charitable Trust Funds and its environment obtained in the course of the audit, I have not identified material misstatements in the Annual Report.

I have nothing to report in respect of the following matters which I report to you if, in my opinion:

- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records;
or

- I have not received all of the information and explanations I require for my audit; or
- the Governance Statement does not reflect compliance with the Department of Finance's guidance.

Responsibilities of the Trust and Accounting Officer for the financial statements

As explained more fully in the Statement of Accounting Officer Responsibilities, the Trust and the Accounting Officer are responsible for the preparation of the financial statements and for:

- the preparation of the financial statements in accordance with the applicable financial reporting framework and for being satisfied that they give a true and fair view;
- such internal controls as the Trust Accounting Officer determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error;
- assessing the Southern Health and Social Care Trust's Charitable Trust Funds' 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 Trust and Accounting Officer anticipates that the services provided by the Southern Health and Social Care Trust's Charitable Trust Funds will not continue to be provided in the future.

Auditor's responsibilities for the audit of the financial statements

My responsibility is to audit, certify and report on the financial statements in accordance with the Health and Personal Social Services (Northern Ireland) Order 1972, as amended.

My 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 certificate that includes my 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.

I design procedures in line with my responsibilities, outlined above, to detect material misstatements in respect of non-compliance with laws and regulation, including fraud.

My procedures included:

- obtaining an understanding of the legal and regulatory framework applicable to the Southern Health and Social Care Trust's Charitable Trust Fund through discussion with management and application of extensive public sector accountability knowledge. The key laws and regulations I considered included the Health and Personal Social

Services (Northern Ireland) Order 1972, as amended and Department of Health directions issued thereunder;

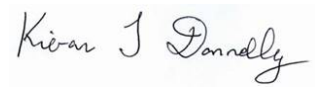
- making enquires of management and those charged with governance on Southern Health and Social Care Trust's Charitable Trust Fund's compliance with laws and regulations;
- making enquiries of internal audit, management and those charged with governance as to susceptibility to irregularity and fraud, their assessment of the risk of material misstatement due to fraud and irregularity, and their knowledge of actual, suspected and alleged fraud and irregularity;
- completing risk assessment procedures to assess the susceptibility of Southern Health and Social Care Trust's Charitable Trust Fund's financial statements to material misstatement, including how fraud might occur. This included, but was not limited to, an engagement director led engagement team discussion on fraud to identify particular areas, transaction streams and business practices that may be susceptible to material misstatement due to fraud;
- engagement director oversight to ensure the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with the applicable legal and regulatory framework throughout the audit;
- designing audit procedures to address specific laws and regulations which the engagement team considered to have a direct material effect on the financial statements in terms of misstatement and irregularity, including fraud. These audit procedures included, but were not limited to, reading board and committee minutes, and agreeing financial statement disclosures to underlying supporting documentation and approvals as appropriate;
- addressing the risk of fraud as a result of management override of controls by:
 - performing analytical procedures to identify unusual or unexpected relationships or movements;
 - testing journal entries to identify potential anomalies, and inappropriate or unauthorised adjustments;
 - assessing whether judgements and other assumptions made in determining accounting estimates were indicative of potential bias; and
 - investigating significant or unusual transactions made outside of the normal course of business.
-

A further description of my responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website www.frc.org.uk/auditorsresponsibilities. This description forms part of my certificate.

In addition, I am required to obtain evidence sufficient to give reasonable assurance that the financial statements conform to the authorities which govern them.

Report

I have no observations to make on these financial statements.

A handwritten signature in black ink that reads "Kieran J Donnelly". The signature is written in a cursive style and is positioned above the typed name.

KJ Donnelly

Comptroller and Auditor General

Northern Ireland Audit Office

1 Bradford Court

BELFAST

BT8 6RB

9 July 2021

**SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST
FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021**

Statement of Financial Activities for the year ended 31 March 2021

	Note	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	2021 Total Funds £000	2020 Total Funds £000
INCOME AND ENDOWMENTS FROM:						
Donations and Legacies	2	-	3,436	-	3,436	224
Investments	3	-	113	-	113	125
Total Income		-	3,549	-	3,549	349
EXPENDITURE ON:						
Raising Funds	4	-	(17)	-	(17)	(16)
Investment Management Costs		-	(17)	-	(17)	(16)
Charitable Activities	6	-	(529)	-	(529)	(387)
Total Resources Expended		-	(546)	-	(546)	(403)
Gains/(Losses) on Investment Assets		-	584	-	584	(183)
Net Movement in Funds		-	3,587	-	3,587	(237)
Adjustment to add back:						
Notional Audit Fee		-	6	-	6	5
Net Movement in Funds excluding Notional Audit Fees		-	3,593	-	3,593	(232)
RECONCILIATION OF FUNDS						
Fund balances brought forward at 1 April 2020 (Restated)	13	-	3,432	26	3,458	3,690
Fund balances carried forward at 31 March 2021	12	-	7,025	26	7,051	3,458

The notes at pages 29 to 44 form part of this account.

All gains and losses recognised in the reporting period are included in the SOFA and relate to continuing activities.

**SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST
FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021**

Balance Sheet as at 31 March 2021

	Note	Total Funds 31 March 2021 £000	Total Funds 31 March 2020 Restated (see Note 12.1) £000
Fixed Assets			
Investments	9	3,694	3,110
Total Fixed Assets		3,694	3,110
Current Assets			
Debtors	10	3,078	128
Cash at bank and in hand		434	347
Total Current Assets		3,512	475
Creditors: Amounts falling due within one year	11	(155)	(127)
Net Current Assets		3,357	348
Total Assets less Current Liabilities		7,051	3,458
Net Assets		7,051	3,458
Funds of the Charity			
Restricted income funds	12	7,025	3,432
Unrestricted income funds	12	-	-
Endowment funds	12	26	26
Total Charity Funds		7,051	3,458

The notes at pages 29 to 44 form part of this account.

The financial statements were approved by the Trustees on 17 June 2021 and signed on its behalf by:



Name: Shane Devlin (Chief Executive)

Date: 17 June 2021

**SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST
FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021**

Statement of Cash Flows for the year ended 31 March 2021

	Note	31 March 2021 £000	31 March 2020 £000
Net Cash provided by (used in) operating activities		(26)	(166)
Cash Flows from investing activities			
Dividends, interest and rents from investments		113	125
Net Cash provided by (used in) operating activities		113	125
Cash Flows from financing activities			
Net Cash provided by (used in) financing activities		-	-
Change in cash and cash equivalents in the reporting period		87	(41)
Cash and cash equivalents at the beginning of the reporting period		347	388
Change in cash and cash equivalents due to exchange rate movements		-	-
Cash and cash equivalents at the end of the reporting period		434	347
Analysis of cash and cash equivalents		31 March 2021 £000	31 March 2020 £000
Cash in hand		434	347
Total cash and cash equivalents		434	347

SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

NOTES TO THE ACCOUNTS

1. Accounting Policies

1 (a) Basis of preparation

The financial statements have been prepared under the historic cost convention, with the exception of investments which are included at market value. The financial statements have been prepared in accordance with the Charities Statement of Recommended Practice (SORP) with additional disclosures as required by FRS 102 and with relevant guidance issued by the Department of Health.

Update Bulletin 1 issued February 2016 amended the Charities SORP and a Statement of Cash Flows is now only required for larger charities. Larger charities include those charities with a gross income exceeding £500,000 in the reporting period. The Trust Funds held by the Southern Health and Social Care Trust had a gross income of more than £500,000 during 2020-21 and therefore the Trust Funds has prepared a Statement of Cash Flows.

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

The financial statements have been presented in sterling which is also the functional currency of the SHSCT Trust Funds.

The Trust Funds meet the definition of a public benefit entity under FRS 102.

The financial statements have been prepared on a going concern basis.

1 (b) Structure of Funds

Where there is a legal restriction on the purpose for which a fund may be used, the fund is classified either as an endowment fund, where the donor has expressly provided that only the income of the fund may be expended, or as a restricted fund, where the donor has provided for the donation to be spent in furtherance of a specified charitable purpose.

The major funds held in each of these categories are disclosed in Note 12.

SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

NOTES TO THE ACCOUNTS

1 (c) Incoming Resources

All incoming resources are included in full in the statement of financial activities as soon as the following three factors can be met:

- i) entitlement – arises when a particular resource is receivable or the charity's right becomes legally enforceable;
- ii) probability – where there is reasonable certainty that the incoming resource will be received; and
- iii) measurement – when the monetary value of the incoming resources can be measured with sufficient reliability.

1 (c) (i) Income from donations and legacies

This includes all income received by the Trust Funds that is a gift or bequest made on a voluntary basis, for any purpose.

Legacies are recognised when it is probable that they will be received.

1 (c) (ii) Income from charitable activities

This included income earned both from the supply of goods or services under contractual arrangements and from performance-related grants which have conditions specifying the provision of particular goods or services by the charitable funds.

1 (c) (iii) Other Income

This includes income from groups that have undertaken fundraising activities, income from charity vouchers and any other miscellaneous income.

1 (c) (iv) Investment Income

This is income earned from holding assets for investment purposes and includes dividends and interest.

1 (d) Resources Expended and Irrecoverable VAT

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. All expenditure is recognised once there is a legal or constructive obligation committing the charity to the expenditure. Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

NOTES TO THE ACCOUNTS

1 (d) (i) Expenditure on raising funds

This includes all expenditure incurred by the Trust Funds on the management of its investment funds.

1 (d) (ii) Expenditure on charitable activities

This includes all expenditure by the Trust Funds in undertaking activities that further its charitable aims for the benefit of its beneficiaries as shown in Note 6. These costs where not wholly attributable, are apportioned between the categories of charitable expenditure.

1 (d) (iii) Allocation of Support Costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include the Management Fee paid to the Southern Health and Social Care Trust for provision of clerical and administration support. These costs have been allocated between expenditure on charitable activities. The bases on which support costs have been allocated are set out in Note 5.

1 (e) Fixed Asset Investments

Investments are stated at market value as at the Balance Sheet date. The Statement of Financial Activities includes the net gains and losses arising on revaluations and disposals throughout the year. Details of movements in fixed asset investments during the year are shown in Note 9.

1 (f) Realised Gains and Losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value (purchase date if later). Unrealised gains and losses are those gains or losses arising from increases or decreases in the value of investments that have not been sold (hence unrealised) at the reporting period end. These are calculated as the difference between the carrying value at the year end and opening market value (or purchase date if later).

Unrealised gains and losses are allocated across the appropriate funds (i.e. those funds for which investments are held) according to the closing value of funds at the year-end.

SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

NOTES TO THE ACCOUNTS

1 (g) Gifts in Kind

Assets given for distribution by the charity are included in the Statement of Financial Activities only when distributed.

In all cases the amount at which the gifts are brought into the account is either a reasonable estimate of their value to the charity or the amount actually realised. The basis of the valuation is disclosed in the Trustees' Annual Report.

Assets given for use by the charity (e.g. property for its own occupation) are included in the Statement of Financial Activities as incoming resources within Corporate Donations when receivable.

Gifts made in kind but on trust for conversion into cash and subsequent application by the charity are included in the accounting period in which the gift is sold.

Gifts in kind, such as food and wellbeing packages are not accounted for when they are accepted and immediately distributed, unless a single donation is material

1 (h) Tangible fixed assets

The Trust Funds do not have any tangible fixed assets (2020: £Nil).

1 (i) Debtors

Debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discount due.

1 (j) Creditors

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

1 (k) Financial Instruments

Financial assets measured at fair value comprise cash in bank and at hand and Fixed Asset Investments and Financial assets measured at amortised cost comprise other debtors and accrued income, net of bad debt provisions.

There are no financial liabilities measured at fair value. Financial liabilities measured at amortised cost comprise of other creditors

SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

NOTES TO THE ACCOUNTS

1 (l) Going Concern

There are no material uncertainties about the Trust Funds ability to continue as a going concern.

1 (m) Key Judgements and Assumptions

The Trust Funds make estimates and assumptions concerning the future. The resulting accounting estimate will, by definition, seldom equal the related actual results. The most significant areas of uncertainty that affects the carrying value of assets held by the Trust Funds are the level of investment return and the performance of investment markets.

2. Analysis of income from Donations and Legacies

	Unrestricted Funds £000	Restricted Funds £000	2021 Total Funds £000	2020 Total Funds £000
Donations from individuals	-	122	122	47
Corporate donations	-	124	124	22
Grants	-	161	161	-
Other	-	3,029	3,029	155
Total	-	3,436	3,436	224

3. Gross Investment Income

	2021 Total Funds £000	2020 Total Funds £000
Gross income earned from:		
Fixed asset equity and similar investments	113	125
Total	113	125

**SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST
FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021**

NOTES TO THE ACCOUNTS

4. Expenditure on Raising Funds

	Restricted Funds £000	2021 Total £000	2020 Total £000
Investment Management Fee	17	17	16
	<u>17</u>	<u>17</u>	<u>16</u>

5. Analysis of Governance and Support Costs across expenditure

	Administration Costs £000	Audit £000	2021 Total £000	2020 Total £000
Medical Research	1	-	1	-
Purchase of new equipment	5	1	6	12
Building and refurbishment	5	1	6	5
Staff education and welfare	7	2	9	11
Patient education and welfare	3	-	3	4
Other	8	2	10	-
	<u>29</u>	<u>6</u>	<u>35</u>	<u>32</u>

Administration costs represent a levy of approximately 0.8% of incoming resources for the financial administration of the funds. The charge was calculated in advance of the year end and so excluding the £3M donation.

Support costs and Governance costs are apportioned pro rata across charitable expenditure.

SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

NOTES TO THE ACCOUNTS

6. Analysis of Charitable Expenditure

	Charitable Activities £000	Support Costs £000	2021 Total £000	2020 Total £000
Medical Research	15	1	16	-
Purchase of new equipment	87	6	93	147
Building and refurbishment	77	6	83	63
Staff education and welfare	126	9	135	130
Patient education and welfare	50	3	53	47
Other	139	10	149	-
	<u>494</u>	<u>35</u>	<u>529</u>	<u>387</u>

7. Auditor's Remuneration

The Auditor's remuneration of £6,000 (2020: £5,000) related solely to the audit, with no other additional work undertaken.

8. Trustees' Remuneration

During the year the Trustees received no remuneration or expenses reimbursements (2020: £nil).

The SHSCT Trust Funds has no employees and so incurred no staff costs (2020: Nil).

SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

NOTES TO THE ACCOUNTS

9. Analysis of Fixed Asset Investments

Fixed Asset Investments are measured initially at cost and subsequently at fair value (market value) at the balance sheet date.

The investment achieved an unrealised gain in value of £584k, 18.8% in 2020-21 which is in line with wider market performance, although slightly less than the FTSE100 portfolio (23.8%) which had experienced a much larger overall loss in value of 18.8% in the prior year to 31 March 2020.

The prevailing economic conditions experienced a sharp downturn over the last quarter of the previous reporting period (Q/E 31 March 2020) in response to the uncertainty around the Covid-19 pandemic. The Investment Portfolio has limited exposure to areas directly affected by the Covid-19 situation such as aircraft and tourism, with a focus on healthcare, technology and utilities which are anticipated to remain relatively stable. The NICIFC share price had recovered from the 31 March 2020 value of 1242.70p to 1476.35p as at 31 March 2021, which continues the long term trend of growth in value of the portfolio. However, there is likely to be ongoing uncertainty and potential market volatility due to the continuing global impact of Covid-19 and the EU Exit through 2021.

9.1. Movement in Fixed Asset Investment

	2021 £000	2020 £000
Market value at 1 April 2020	3,110	3,293
Gain/(Losses) on revaluation	584	(183)
Market value at 31 March 2021	<u>3,694</u>	<u>3,110</u>
Historic cost at 31 March 2021	<u>2,023</u>	<u>2,023</u>

9.2. Market Value as at 31 March 2021

	Held in UK £000	2021 Total £000	2020 Total £000
Investments in a Common Deposit Fund or Investment Fund	3,694	3,694	3,110
Total market value of fixed asset investments	<u>3,694</u>	<u>3,694</u>	<u>3,110</u>

SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

NOTES TO THE ACCOUNTS

10. Analysis of Debtors

	2021 £000	2020 £000
Amounts falling due within one year		
Prepayments	-	7
Accrued Income	-	56
Other debtors	3,078	65
	<u>3,078</u>	<u>128</u>

Included within Other debtors is a £3M donation assigned by the Department of Health at the end of March 2021.

11. Analysis of Creditors

	2021 £000	2020 £000
Amounts falling due within one year		
Other creditors	<u>155</u>	<u>127</u>

12. Analysis of Trust Funds

Endowment Funds are funds donated to the SHSCT Trust Funds, the capital value of which may be invested and the interest earned thereon may be spent. The capital must be retained intact.

Unrestricted funds may be spent at the discretion of the trustees in line with any of the charity's objectives.

Restricted Funds are funds donated for a specific purpose and donations where the donor has indicated a wish for the donation to be used in a specific way.

SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

NOTES TO THE ACCOUNTS

12.1. Endowment Funds

	Fund at 1 April 2020 Restated £000	Incoming resources £000	Resources expended £000	Transfers £000	(Loss)/ Gain £000	Fund at 31 March 2021 £000
DHH legacy Mrs Hussey Deburgh 2	3	-	-	-	-	3
Banbridge Community Nursing Fund - CIP	15	-	-	-	-	15
Mary Adams Trust CIP	2	-	-	-	-	2
Armagh Community Hospital – Primate Robinson Charity	3	-	-	-	-	3
Other (individually less than 5%)	3	-	-	-	-	3
Endowment funds total	26	-	-	-	-	26

The opening value of the Banbridge Community Nursing Fund CIP was restated to correct it by removing £12k accumulated income which should not be included in the endowment fund. This balance is recorded in a separate restricted fund.

Restricted Funds

	Fund at 1 April 2020 Restated £000	Incoming resources £000	Resources expended £000	Transfers £000	Gain £000	Fund at 31 March 2021 £000
Covid-19 DoH Fund	-	3,000	-	-	-	3,000
Mandeville Unit	519	17	(14)	-	84	606
Neo- Natal Unit	437	14	(11)	-	71	511
Acute	162	238	(129)	-	48	319
Other (individually less than 5%)	2,314	280	(386)	-	381	2,589
Total Restricted funds	3,432	3,549	(540)	-	584	7,025
Grand Total	3,458	3,549	(540)	-	584	7,051

The above expenditure excludes the notional audit fee of £6k.

SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

NOTES TO THE ACCOUNTS

12.2. Comparative figures for Endowment Funds

	Fund at 1 April 2019 £000	Incoming resources £000	Resources expended £000	Transfers £000	(Loss)/Gain £000	Fund at 31 March 2020 £000
DHH legacy Mrs Hussey Deburgh 2	3	-	-	-	-	3
Banbridge Community Nursing Fund - CIP	27	-	-	-	(1)	26
Mary Adams Trust CIP	2	-	-	-	-	2
Armagh Community Hospital – Primate Robinson Charity	3	-	-	-	-	3
Other (individually less than 5%)	3	-	-	-	-	3
Endowment funds total	38	-	-	-	(1)	37

Comparative figures for Restricted Funds

	Fund at 1 April 2019 £000	Incoming resources £000	Resources expended £000	Transfers £000	(Loss)/ Gain £000	Fund at 31 March 2020 £000
Other (individually less than 5%)	2,629	314	(348)	-	(130)	2,465
Neo- Natal Unit	455	15	(10)	-	(23)	437
Mandeville Unit	568	20	(40)	-	(29)	519
Total Restricted funds	3,652	349	(398)	-	(182)	3,421
Grand Total	3,690	349	(398)	-	(183)	3,458

The above expenditure excludes the notional audit fee of £5k.

SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

NOTES TO THE ACCOUNTS

Restricted Funds:

The Restricted Funds listed above represent donations received to support expenditure in the following areas:

- Patient / Client / Relative / Visitor Comfort and Amenity, including enhancement to the physical environment and facilities, entertainment, education and support and the provision of aids, appliances and other equipment to individuals or groups;
- Staff appreciation, to include the funding of general hospitality, social events and celebrations within the “Gifts, Hospitality and Sponsorship Policy”;
- Staff Education and Training and other forms of skill enhancement;
- Up to 5% of the Directorate Fund balance may be used for Academic Research and Development, in areas of interest associated with services directly provided by the Trust. Commercial research will be fully funded by the sponsor organisation;
- Neonatal Fund – This fund provides enhancements to services and amenities associated with new born babies during the first month after their birth; and
- Mandeville Fund - This fund provides enhanced locally based cancer treatment services and treatment for a number of blood disorders. Chemotherapy and numerous clinical procedures are carried out in the Mandeville Unit in addition to supportive therapy and blood transfusions.
- Acute Fund – This fund receives donations for all the services within the Acute Directorate, and provides enhancements to services across the Directorate including the acute hospitals.
- Covid-19 DoH Fund – This fund was set up during 2020-21 to receive the donation from Department of Health. It will be used in accordance with the Ministerial Direction - being aimed at supporting staff.

SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

NOTES TO THE ACCOUNTS

12.3 Analysis of Trust Funds

	Restricted Funds	Endowment Funds	2021 Total	2020 Total
	£000	£000	£000	£000
Fixed asset investments	3,668	26	3,694	3,110
Cash at bank and in hand	434	-	434	347
Current Assets	3,078	-	3,078	128
Current Liabilities	(155)	-	(155)	(127)
	7,025	26	7,051	3,458

13. Comparative figures for the Statement of Financial Activities

	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	2020 Total Funds £000
INCOME AND ENDOWMENTS FROM:				
Donations and Legacies	-	224	-	224
Investments	-	125	-	125
Charitable Activities	-	-	-	-
Total Income	-	349	-	349
EXPENDITURE ON:				
Raising Funds				
Investment Management Costs	-	(16)	-	(16)
Charitable Activities	-	(387)	-	(387)
Total Resources Expended	-	(403)	-	(403)
(Losses) on Investment Assets	-	(182)	(1)	(183)
Net Movement in Funds	-	(236)	(1)	(237)
Adjustment to add back:				
Notional Audit Fee	-	5	-	5
Net Movement in Funds excluding Notional Audit Fees	-	(231)	(1)	(232)
RECONCILIATION OF FUNDS				
Fund balances brought forward at 1 April 2019	-	3,652	38	3,690
Fund balances carried forward at 31 March 2020	-	3,421	37	3,458

SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

NOTES TO THE ACCOUNTS

14. Financial Instruments

	2021 Total £000	2020 Total £000
Financial Assets measured at fair value through the SOFA	4,128	3,457
Financial Assets measured at amortised cost	3,078	128
	7,206	3,586
	2021 Total £000	2020 Total £000
Financial Liabilities measured at fair value through the SOFA	-	-
Financial Liabilities measured at amortised cost	155	127
	155	127

Financial assets measured at fair value through the SOFA comprise cash in bank and at hand and Fixed Asset Investments.

Financial assets measured at amortised cost comprise other debtors and accrued income, net of bad debt provisions.

There are no financial liabilities measured at fair value through the SOFA. Financial liabilities measured at amortised cost comprises of other creditors.

15. Transfer between Funds

There were no transfers between funds in the year ended 31 March 2021 (2020: £nil).

16. Financial Guarantees, Indemnities and Letters of Comfort

The SHSCT Trust Funds has not entered into any financial guarantees, indemnities or provided letters of comfort (2020: £nil).

17. Investment Management Costs

Expenditure of £17,019 (2020: £16,287) was incurred on portfolio management within NICIFC and is disclosed within Note 4.

SOUTHERN HEALTH AND SOCIAL CARE TRUST – CHARITABLE TRUST FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

NOTES TO THE ACCOUNTS

18. Related Party Transactions

Board Members (and other senior staff) take decisions both on Trust Funds and Exchequer matters but endeavour to keep the interests of each discrete and do not seek to benefit personally from such decisions. Declarations of personal interest have been made in both capacities and are available to be inspected by the public.

During the year none of the Trustees or members of the key management staff or parties related to them have undertaken any transactions with the Trust Funds.

The Trust Funds have made revenue and capital payments to the Southern Health and Social Care Trust where the Trustees are also members of the Trust Board. In 20-21 the Trust Funds paid £270,867 (19-20: £73,089) to the Southern Health and Social Care Trust and owed £104,370 (19-20: £106,044) to the Southern Health and Social Care Trust as at 31 March 2021. The Trust Funds received £55,979 (19-20: £nil) from the Southern Health and Social Care Trust during 20-21 and was owed £9,790 (19-20: £nil) from the Southern Health and Social Care Trust as at 31 March 2021.

19. Financial Commitments

The SHSCT Trust Funds have no contingencies or commitments (2020: £nil).

20. Ultimate Holding Organisation and Registered Address

The ultimate controlling party of the Trust Funds is Southern Health and Social Care Trust. Copies of the 2020-21 Annual Report and Accounts of Southern Health and Social Care Trust can be obtained by writing to Director of Finance, Procurement and Estates, Southern Health and Social Care Trust.

Registered Address of Trust Funds:
Southern Health and Social Care Trust
Trust Headquarters
Southern College of Nursing
Craigavon Area Hospital
68 Lurgan Road
Portadown
BT63 5QQ

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FUNDS ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021**

21. Post Balance Sheet Events

There are no post balance sheet events having a material effect on the accounts.

Date Authorised for Issue

The Accounting Officer authorised the issue of these financial statements on 9 July 2021