

UNIVERSITY COLLEGE LONDON HOSPITALS CHARITIES

FINANCIAL STATEMENTS FOR THE YEAR ENDED

31 MARCH 2010

REGISTERED CHARITY NUMBER 229771

UNIVERSITY COLLEGE LONDON HOSPITALS CHARITIES

YEAR ENDED 31 MARCH 2010

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REPORT OF THE TRUSTEES

The trustees have pleasure in presenting their annual report for the purposes of Section 45 of the Charities Act 1993, together with the accounts for the year ended 31 March 2010. The trustees have adopted the provisions of the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005, in preparing the annual report and financial statements of the charity.

STRUCTURE, GOVERNANCE AND MANAGEMENT

UCLH Charity structure

Following the NHS Executive's proposal for restructuring NHS Charities, The Middlesex Hospital Special Trustees, the University College Hospital Special Trustees and UCL Hospital NHS Trust Charity were reconstituted as a single body of Trustees under Section 11 of the 1990 NHS and Community Care Act. Under Statutory Instrument 2000 No 860 these charities were officially merged into one charity entitled 'University College London Hospitals Charities' with effect from 1 April 2000. A further Charity Commission Scheme was issued on 20 January 2009 which rationalised the number of sub-charities. At this point the charity adopted the working name University College London Hospital Charity (UCLH Charity).

Details of the charities within the group, their individual governing documents and objectives can be found on the Charity Commission website (www.charity-commission.gov.uk). Further details may be obtained from the charity's registered address.

The trustees are responsible for setting the strategic direction of the organisation and for establishing policy. They meet quarterly to discuss and review the charity's state of affairs. The trustees delegate the day to day administration of the charity to the chief executive who employs accounting and administrative staff to support him.

Associated charities

UCLH Charity is the official body that receives donations and legacies in relation to UCLH NHS Foundation Trust. A separate and independent charity, UCLH Charitable Foundation, was set up as a fund-raising body to support the Foundation Trust with major capital projects. UCLH Charity also contributes funding for a number of these major initiatives.

The Essex Wynter Charity is an independent charity that provides subsidised accommodation for retired nurses. UCLH Charity provides administrative support to the Essex Wynter Charity. Close links are maintained between the two bodies as staff of UCLH NHS Foundation Trust benefit from the activities of both entities.

The Friends of UCLH, which exists to support the Foundation Trust, also benefits from administrative support from UCLH Charity. A link between the two bodies of trustees is maintained to allow communication and cooperation in delivering the charitable activities of the two entities.

Recruitment, appointment and training of trustees

All trustees are appointed by the NHS Appointments Commission on behalf of the Secretary of State for Health and all, once appointed, have equal responsibilities with their fellow trustees.

As at 31 March 2010 there were four lay trustees and three NHS-linked trustees. Vacant lay posts are broadly advertised and NHS-linked posts are nominated by local NHS Trusts, whose patients might be expected to have an interest in the management and disbursement of the funds of the charity.

All applicants for trustee vacancies are required to go through a selection process set out by the NHS Appointments Commission. Candidates must be able to demonstrate knowledge of and an interest in the NHS both nationally and locally. The trustees are selected to provide the charity with a relevant mix of professional skills in law, investment management, banking, fundraising and charitable grant-making.

The NHS Appointments Commission makes the final decision on all appointments and the chair of the Appointments Commission writes to invite successful candidates to serve as charity trustees. Trustees are

appointed initially for a fixed term of four years, but may be considered for reappointment at the end of this term. No trustee may serve more than ten years in total.

Newly appointed trustees are provided with information packs which provide details on the duties and roles of an NHS charity trustee, copies of the constitution of the charity, the previous year's annual reports and accounts, and the standing orders and standing financial instructions. In addition new trustees meet the chairman and officers of the charity to discuss the organisation's aims, objectives and direction.

Trustees are kept up to date regularly with changes relating to charity legislation. Conferences organised by legal, financial and investment professionals are available for trustees to attend. The charity is also a member of the Association of NHS Charities, which offers regular seminars for the trustees.

Organisation and decision-making process

The charity invites applications for funding of projects through University College London Hospitals NHS Foundation Trust. All bids must be approved by the Foundation Trust Executive Board before consideration by the trustees. This is to ensure that grants made are in line with the strategic direction of the Foundation Trust.

Bids which have been passed by the Foundation Trust Executive Board are discussed at quarterly trustees' meetings to which the Foundation Trust's chairman and chief executive are invited to attend in an advisory capacity. Decisions to approve all or part of a particular grant are made by the trustees following these discussions.

Grants are made from unrestricted and restricted funds within the registered charities of the group. Unrestricted funds are made up of donations with no particular preference expressed by donors, thus enabling the trustees to apply these funds for the general purposes of the charity. Restricted funds are funds subject to specific trusts that may be declared by the donors or created through legal process that can only be applied for particular purposes within the charity's objects. For successful projects, the trustees will first utilise appropriate restricted funds for the project. Should this not be possible then unrestricted funds are used instead.

Related parties

The charity exists to support the work of UCLH NHS Foundation Trust, with which it has a close working relationship. The Foundation Trust chairman and chief executive are invited to attend regular trustees' meetings, but the trustees of the charity are totally independent of the Foundation Trust.

The charity owns the entire share capital of QS Enterprises Ltd, a company providing medical services to patients of the NHS and private hospitals. The company has a separate board of directors who report to the charity trustees on a regular basis. The financial results of the company are consolidated in these accounts: further details are given in note 4.

The charity also owns the entire share capital of Inventive Medical Ltd, a company formed to exploit income-generating projects arising from research or development funded by grants from UCLH Charity. The financial results of the company are consolidated in these accounts: further details are given in note 5.

Risk management

The trustees recognise that they have a responsibility to minimise the risk to which their activities could be exposed. They actively review the major risks which the charity faces on a regular basis and believe that the maintenance of reserves, combined with the annual review of the controls over key financial systems carried out through an internal audit programme, will provide sufficient resources in the event of adverse conditions.

OBJECTIVES

The principal objective of UCLH Charity is to apply funds for any charitable purpose or purposes relating to hospital services, including research, or to any part of the National Health Service being wholly or mainly associated with any hospital for which the trustees are appointed.

The trustees seek to achieve this objective in four main ways:

- Relief of sickness of patients who are or have been treated at the University College London Hospitals or any hospital for which the trustees are appointed.
- Relief of sickness at the hospitals by promoting the efficient performance of staff duties.
- Funding projects which investigate the causes of sickness and disability and the prevention, treatment, cure and defeat of sickness and disability in all its forms.
- Funding projects which benefit the advancement of scientific and medical education and research in topics related to sickness and disability.

Implementation of objectives

It is the intention of the trustees that the charitable funds should be used to expand on and develop the services provided by the Foundation Trust, by funding innovative and original projects which would not otherwise be possible using only central NHS funds. In formulating and applying these objects, the trustees have regard for the guidance of the Charity Commission on Public Benefit.

Objectives for the year

During 2009-2010 the trustees' objectives were:

- To support the UCLH/UCL Comprehensive Biomedical Research Centre, providing funding for translational medical research.
- To work with UCLH NHS Foundation Trust to establish a world-class Education Centre, to keep staff at the forefront of clinical practice.
- To provide additional facilities for Phase 2 of the new hospital, housing obstetric services.

The trustees also continued to support a number of equipping, staffing and environmental issues on the UCLH campus and continued to invest in major projects at Queen Square.

Grant making policy

Grant applications are sought from within UCLH NHS Foundation Trust, and must have the approval of the Foundation Trust Executive Board before being considered by the charity trustees at their quarterly meetings.

ACTIVITIES, ACHIEVEMENTS AND PERFORMANCE

During the year the trustees approved grants coming to a total of £1,672k net of write-backs of £88k.

Medical equipment and infrastructure projects

The trustees approved support for a number of extremely innovative equipment projects during the year. Foremost among these was a grant of £250k to support a bid by the Foundation Trust to become one of only two Proton Beam Therapy (PBT) centres in the UK. PBT, a new and advanced form of radiotherapy, is able to target tumours far more accurately than conventional methods, and would provide the Foundation Trust with an international leadership in cancer services and bring significant research benefits.

Three other more modest grants were approved for specific items of equipment:

- £30k for a finometer at the Heart Hospital, to allow the optimisation of cardiac resynchronisation devices that would be implanted and improve the management of patients with advanced heart failure;
- £34k for the purchase of a Rotorgene-Q to allow a serious expansion in real time quantitative work being developed in the Hospital for Tropical Diseases to diagnose infections such as leishmania, malaria and microsporidia;
- Cardiac Event and Holter recorders, costing £15k, were granted to the Heart Hospital, to improve diagnosis of potential heart rhythm abnormalities in patients with occasional or infrequent symptoms and to undertake research into the progress of patients undergoing complex procedures.

NHNN equipment

As in previous years, money received from QS Enterprises Ltd was channelled back to the National Hospital for Neurology and Neurosurgery (NHNN) in the form of a grant for equipment and development. This year, the main elements funded were:

- £200k for the Neuromuscular Centre, which combines clinical activity with translational research and trials, to purchase computerised muscle function testing equipment and imaging equipment, as well as funding a trials physiotherapist post both to treat patients and undertake the research, and a database coordinator to record research results;
- £130k for the refurbishment of the Neurometabolic Unit – the only Supra-Regional Unit in the UK for the investigation of neurometabolic disorders – including upgrading of the laboratory facilities which include the biochemical diagnostic arm of the MRC Neuromuscular Centre;
- £50k for an electronic clinical monitoring and early warning/patient management system that accurately records and analyses patients' clinical observations and flags abnormal vital signs and pathology, to help identify the deteriorating patients, to allow for accurate costing of acute ward patients when Payment by Results for Critical Care comes into force, and to reduce Neuro Critical Care admissions and reduce surgical cancellations;
- £148k for upgrading various ward areas to enhance privacy and patient dignity, provide better lighting and signage and to improve restaurant facilities for patients.

In a separate bid, £282.5k was approved to provide equipment for the Foundation Trust's Hyper-acute Stroke Unit. The Foundation Trust, as part of UCL Partners, was designated as one of eight Hyper Acute Stroke Units (HASU) in London, the only one in the North Central London, as part of Healthcare for London's plan for the improvement in the quality of stroke care, and the unit opened in summer 2010. This model consistently delivers high quality stroke care and excellent outcomes for stroke patients by taking advantage of world class expertise at UCLH and at the NHNN.

Environment, history, and patient amenities

The trustees have continued throughout the year to support arts and music projects for patients, and to supply fresh flowers for ward and hospital reception areas, as in past years. In addition, £36k was approved to allow some decorative tiles and stained glass salvaged from The Middlesex Hospital and the Elizabeth Garrett Anderson Hospital, which is of historic as well as aesthetic interest, to be displayed in UCH and in the EGA wing.

A grant of £41k over a two-year period was approved to employ a Reiki healer at the Royal London Homoeopathic Hospital. As in previous years, funds were also provided to buy presents for patients in the hospitals over the Christmas period, and to provide a special meal on Christmas Day.

Research

In 2008-2009 the Comprehensive Biomedical Research Centre (CBRC) was established with a £7m grant from UCLH Charity and a government award of £12m over 4 years. The aim of the centre is to translate pioneering scientific research into tangible treatments which will directly benefit patients. While the charity's grant is only a small part of the total activity of the CBRC, it has helped to unlock funds from other sources. One of the CBRC's key criteria for allocating the funding to new initiatives in translational research has been the potential of the initiatives to attract funding from other sources to enhance the financial viability of UCLH/UCL. As a result in excess of £60m external funds have been leveraged by the combined funding pot.

A total of 165 new initiative awards have been made since the start of the CBRC. 73% of the investment in new initiatives has been allocated to areas of established strength for UCLH/UCL (cardiovascular disease, cancer, imaging, neurological disease, infectious disease and oral health). The new initiative funding has also given the CBRC the opportunity to support high quality research in areas of developing potential (women's health, gastroenterology and hepatology, long term conditions and respiratory, anaesthetics and critical care (RACE)).

In addition, the trustees allocated £100k to fund the post of Research Coordinator at the Royal London Homoeopathic Hospital for two years.

Staff education and amenities

Education and training of staff remains at the centre of the Foundation Trust's strategy, and is fully supported by UCLH Charity. In addition to ongoing support for the Education Centre, the trustees were requested for funding for a project to develop leadership potential in senior nurses at Ward Sister and Matron level. Evidence shows that clear effective leadership has an enormous impact on patient care and improving patient experience, and a grant of £43k was approved, with the Foundation Trust having secured £85k from other sources.

The Charity's general funds continue to support additional training and education for both medical and non-medical staff, and to provide funds for new consultants to hone specific skills as they move into their roles within the Foundation Trust. Small study grants from charitable funds enabled 39 nursing and non-medical staff to continue their professional education. These grants are conditional on the staff member committing to stay with the Trust for a minimum of two years, to ensure that the additional knowledge gained can be used to improve patient service within the Foundation Trust. Four "honeymoon" grants were also awarded to enable recently appointed consultants to gain experience relevant to their new roles.

To reward long and committed service, the trustees provide funding for an annual ceremony at which the Foundation Trust's chairman presents awards in recognition of the valuable contribution of staff members who have served more than 25 years with the Foundation Trust. 37 staff were honoured for their commitment in February 2010; the event was attended by their families and friends and was followed by a reception. In addition, gifts and contributions towards leaving celebrations were funded for staff leaving the Foundation Trust after more than 10 years service, as a mark of gratitude for their commitment.

During the year the Foundation Trust also launched the government-backed Cycle to Work scheme, with funds from the charity.

Ward and consultant funds

The charity has a number of smaller designated funds, where decisions over spending are delegated to ward or consultant level, under the oversight of officers of the charity. These funds contributed £4.4m overall towards research, equipment, clinical and support staff and education and development.

These projects are hugely important, delivering charitable activities locally in wards and departments, and targeting the charity's money where front-line staff know it is most needed. Projects run by our discretionary funds during the year included:

- Toys, books and consumables for the various children's areas around the hospital, including equipment for a sensory room on the children's ward where patients up to the age of 12 can escape from the ward;
- Funding of a ward round by a dedicated doctor and nurse to identify homeless patients in the hospital so that they can be offered not only appropriate care during their stay, but also provided with additional medical support in hostel accommodation afterwards;
- Buying a gel-warmer to minimise the discomfort of ultrasound scans, along with leg and ankle supports, and screens to enable mothers-to-be to be able to see their scan results more easily – funded by selling extra copies of the scan photos for friends and family.

The discretionary funds also paid for hundreds of staff to attend training courses or present papers at research meetings, helping to keep our clinicians up-to-date with current knowledge and best practice.

FINANCIAL REVIEW

Income

At £10.4m, income was a little lower than the £10.9m received in 2008-2009. £5.5m (2008-2009: £5.3m) came from donations and legacies. Investment income was £1.9m (2008-2009: £2.3m), and £2.7m (2008-2009: £3m) related to the turnover of the subsidiary companies (see notes 4 and 5). Fundraising contributed £59k (2008-2009: £90k), and income from charitable activities, such as courses run by ward and consultant funds, contributed £353k (2008-2009: £193k).

Expenditure

Total expenditure fell back to £11.1m from the high of £20.8m in 2008-2009, as the record grants in 2008-2009 were not repeated. Details of activities and spending on those activities are given on pages 4 to 6 of this report, in the Statement of Financial Activities and note 6.

Investments

The trustees invest the majority of their charitable funds with two managers: Sarasin Chiswell and Schroder & Co Ltd. The trustees also own a number of investment properties which provide residential and office accommodation for hospital staff.

The charity's governing documents allow the trustees to invest in a wide range of shares and investments provided they are not speculative or hazardous investment. The trustees require their investment advisors to manage their portfolios both to provide a minimum income requirement as agreed with the trustees and also to provide growth of capital and income over the long term, whilst avoiding exposing the charity's assets to unacceptably high levels of risk. The charity's policy is not to invest directly in companies which produce tobacco products.

As at 31 March 2010 the trustees held investment assets with a market value of £86.0m, consisting of £64.6m held with the investment managers detailed above, £0.7m held in common investment funds, and £20.7m in investment properties. These properties were revalued as at the end of the financial year, in line with the requirements of the Accounting Standards Board's Statement of Recommended Practice, and generated income of £746.5k in 2009-2010.

Investment in stocks and shares, valued at £61.8m, were made in accordance with powers granted under the provisions of a scheme of the High Court of Justice (Chancery Division) dated 1956, as amended by Schemes of Charity Commissioners dated 1979 and 1986 and April 1999.

Investment performance is continuously monitored and measured in-house, against trustees' and WM benchmarks on a monthly basis. Investment advisors meet with the trustees half yearly to discuss strategies and performance. The appointment of investment advisors is reviewed every two years. During the year a total return of 20.37% was achieved compared with 19.65% from WM and the benchmark set by the trustees of 7.02%.

Reserves

The trustees have ongoing commitments relating to the welfare of both patients and staff. Apart from legacies, which are by their nature unpredictable, the income received by the charity's general (i.e. undesignated) funds is almost entirely derived from investments. The trustees therefore consider that there is a need to maintain a level of reserves sufficient for the income therefrom to continue to meet these commitments, allowing for fluctuations in the returns that these investments generate.

The trustees similarly have an ongoing inflation-linked commitment to research and development requiring sufficient reserves to fund it. The trustees' other expenditure is both spasmodic and often substantial on any one project, be it the purchase of expensive medical equipment or a major capital scheme. It thus varies considerably from year to year. A substantial level of reserves is required both to meet known likely expenditure up to two or three years' forward and unforeseen expenditure. At 31 March 2010, the level of free reserves was £77.3m. As noted in plans for future periods, the trustees intend to support a big capital project in the near future hence the relatively high level of reserves.

The trustees review the level of their reserves on a quarterly basis to ensure that they can meet their likely commitments and review their reserves policy on an annual basis.

To meet their aims and to reduce their reliance on their reserves the trustees actively seek opportunities for income generation and value for money projects.

PLANS FOR FUTURE PERIODS

During 2009-2010, following the record amounts awarded in the previous year and the diminution of asset values, the trustees focused their efforts on smaller capital projects, with the exceptions of the grants from the QS Enterprises donation mentioned above, and on matching grant requests with restricted funds in accordance with the donors' wishes. The charity will continue these strands over the next few years, as well as investigating ways in which income can be boosted, both by increasing voluntary income and by exploring other means of income generation.

Over the next five years, the charity therefore plans:

- To work with the Foundation Trust in supporting the UCLH Cancer Centre, a £100m project to provide world-class, patient-focused care on the UCLH campus, which is scheduled to open in 2012;
- To provide support for the Foundation Trust's Education Centre, providing first class training and development to improve patient safety, enhance the patient experience and develop knowledge;
- To continue to support research and development, seeking ways to increase our legacy income to provide future funding in particular for translational research;
- To review proactively the restricted funds under the charity's control, in discussions with senior Foundation Trust staff, to identify which can be matched with innovative projects;
- To work with our fundholders who run ward and discretionary funds, supporting them in the valuable work they do on our behalf and assisting with their fundraising initiatives;
- To support fundholders and key Foundation Trust staff in investigating how innovation within UCLH NHS Foundation Trust can be harnessed to provide new income streams;
- To improve the profile of the charity within the hospital and the community it serves, both to increase the level of support from the public and to celebrate the benefits which the charity provides;
- To continue to support UCLH staff, in funding educational courses, rewarding exceptional service, and providing interest-free season ticket loans and tax-efficient loans for bicycles.

FUNDS HELD AS CUSTODIAN TRUSTEE ON BEHALF OF OTHERS

In July 2009, the charity took over management of the funds of CancerCare at UCLH (registered charity number 266433), a charity established "for the purpose of providing for the Meyerstein Institute of the University College London Hospitals and in particular for research and for the treatment benefit and comfort of cancer patients". The trustees are satisfied that these objects are consistent with those of UCLH Charity, and that it was therefore appropriate to support CancerCare by providing administrative assistance.

The assets transferred consisted of cash of £624k. These funds were held as a creditor in the accounts of UCLH Charity, and payments made only on the authority of the trustees of CancerCare at UCLH.

At the request of the Trustees of CancerCare at UCLH, an application was made to the Charity Commission in February 2010 for CancerCare at UCLH to become a constituent charity within UCLH Charity. An order confirming the transfer of the trusteeship was issued by the Charity Commission on 30 April 2010.

APPOINTMENT OF AUDITORS

During the year under review the trustees requested that the management team seek tenders for the provision of external audit services to UCLH Charity. As a result of this process Haines Watts South LLP were appointed as auditors.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for:

- keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the accounts comply with requirements in the Charities Act 1993;
- establishing and monitoring a system of internal control; and
- establishing arrangements for the prevention and detection of fraud and corruption.

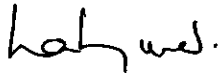
The Trustees are required under the Charities Act 1993 to prepare accounts for each financial year which give a true and fair view of the financial position of the charity, in accordance with the Charities Act 1993. In preparing those accounts, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates which are reasonable and prudent; and
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts.

The trustees confirm that they have met the responsibilities set out above and complied with the requirements for preparing the accounts. The financial statements attached have been compiled from and are in accordance with the financial records maintained by the trustees.

By Order of the Trustees

Chairman



29th Sept 2010

Trustee



29th Sept
2010

Independent Auditors' report to the trustees of University College London Hospitals Charities

We have audited the financial statements of University College London Hospitals Charities for the year ended 31 March 2010 which comprise the consolidated Statement of Financial Activities, the Balance Sheets, Cash-Flow statement and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the charity's trustees, as a body, in accordance with Section 43 of the Charities Act 1993 and regulations made under section 44 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters which we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

The trustees' responsibilities for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Trustees' Responsibilities.

We have been appointed as auditors under section 43 of the Charities Act 1993 and report in accordance with regulations made under section 44 of that Act. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Charities Act 1993. We also report to you if, in our opinion, the information given in the Report of the Trustees is not consistent with the financial statements, if the charity has not kept proper accounting records, the financial statements do not accord with those records or if we have not received all the information and explanations we require for our audit.

We read the Report of the Trustees and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements:

- Give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice of the state of the charity and group's affairs as at 31 March 2010 and of the group's incoming resources and application of resources for the year then ended; and
- Have been properly prepared in accordance with the Charities Act 1993.

Haines Watts South LLP

Haines Watts South LLP, Statutory Auditors
Cawley Priors
South Pallant
Chichester
West Sussex
PO19 1SY

21/10/ 2010

UNIVERSITY COLLEGE LONDON HOSPITALS CHARITIES
YEAR ENDED 31 MARCH 2010

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

	Note	Unrestricted Funds £'000	Restricted Funds £'000	Endowment Funds £'000	2010 Total Funds £'000	2009 Total Funds £'000
INCOMING RESOURCES						
Incoming resources from generated funds						
Voluntary income						
Donations		5,110	0	0	5,110	4,273
Legacies		351	0	0	351	1,003
Activities for generating funds						
Fundraising trading	2	2,691	0	0	2,691	3,099
Investment income	3	1,827	59	0	1,886	2,284
Incoming resources from charitable activities		353	0	0	353	193
Total incoming resources		10,332	59	0	10,391	10,852
RESOURCES EXPENDED						
Costs of generating funds						
Costs of generating voluntary income						
Fundraising trading: costs of goods sold and other		2,551	0	0	2,551	2,106
Investment management costs		354	6	18	378	382
Total cost of generating funds		3,087	9	18	3,114	2,566
Net resources available for charitable expenditure		7,245	50	(18)	7,277	8,286
Charitable activities						
Improvements to patient services:						
Medical equipment and infrastructure costs		1,626	1	0	1,627	2,862
Provision of staff and professional services		1,504	2	0	1,506	900
Welfare and amenities		338	8	0	346	(227)
Medical research		2,635	3	0	2,638	9,333
Staff education and development		1,388	2	0	1,390	5,048
Governance costs	7	436	9	0	445	313
Total charitable expenditure		7,927	25	0	7,952	18,229
Net incoming/(outgoing) resources before transfers		(682)	25	(18)	(675)	(9,943)
Gross transfers between funds		0	0	0	0	0
Net incoming resources before other recognised gains and losses		(682)	25	(18)	(675)	(9,943)
Realised and unrealised gains/(losses) on investments		14,028	281	1,030	15,339	(18,814)
Net movement in funds		13,346	306	1,012	14,664	(28,757)
RECONCILIATION OF FUNDS						
Total funds brought forward	19	63,927	820	4,432	69,179	97,936
Total funds carried forward	19	77,273	1,126	5,444	83,843	69,179

None of the charity's other activities were acquired or discontinued during the above two financial years.

The charity has no recognised gains or losses other than those dealt with in the statement of financial activities.

UNIVERSITY COLLEGE LONDON HOSPITALS CHARITIES
YEAR ENDED 31 MARCH 2010

CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2010

	Note	Unrestricted Funds £'000	Restricted Funds £'000	Endowment Funds £'000	2010 Total Funds £'000	2009 Total Funds £'000
FIXED ASSETS						
Tangible assets	11	1,091	-	-	1,091	70
Investments	12	79,908	671	5,444	86,023	71,170
Total fixed assets		<u>80,999</u>	<u>671</u>	<u>5,444</u>	<u>87,114</u>	<u>71,240</u>
CURRENT ASSETS						
Stocks		42	-	-	42	87
Debtors	14	3,609	-	-	3,609	3,884
Cash at hand and in bank	15	11,645	462	-	12,107	13,603
Total current assets		<u>15,296</u>	<u>462</u>	<u>-</u>	<u>15,758</u>	<u>17,574</u>
CURRENT LIABILITIES						
Creditors: amounts falling due within one year	16	18,746	7	-	18,753	19,304
Net current assets/(liabilities)		<u>(3,450)</u>	<u>455</u>	<u>-</u>	<u>(2,995)</u>	<u>(1,730)</u>
Total assets less current liabilities		<u>77,549</u>	<u>1,126</u>	<u>5,444</u>	<u>84,119</u>	<u>69,510</u>
Creditors: amounts falling due after more than one year	17	230	-	-	230	331
Provisions for liabilities and charges		46	-	-	46	-
Total net assets		<u><u>77,273</u></u>	<u><u>1,126</u></u>	<u><u>5,444</u></u>	<u><u>83,843</u></u>	<u><u>69,179</u></u>
THE FUNDS OF THE CHARITY						
Capital funds						
Endowment funds	19	-	-	5,444	5,444	4,432
Income funds						
Restricted funds	19	-	1,126	-	1,126	820
Unrestricted funds	19	77,273	-	-	77,273	63,927
Total charity funds		<u>77,273</u>	<u>1,126</u>	<u>5,444</u>	<u>83,843</u>	<u>69,179</u>

The notes on pages 19 to 26 form part of these accounts

Approved by the trustees and signed on their behalf

Chairman

halywel.

29th Sept
2010

Trustee

M. Hill

29th Sept
2010

**UNIVERSITY COLLEGE LONDON HOSPITALS CHARITIES
YEAR ENDED 31 MARCH 2010**

CHARITY BALANCE SHEET AS AT 31 MARCH 2010

	Note	Unrestricted Funds £'000	Restricted Funds £'000	Endowment Funds £'000	2010 Total Funds £'000	2009 Total Funds £'000
FIXED ASSETS						
Investments	12	79,908	671	5,444	86,023	71,170
Total fixed assets		<u>79,908</u>	<u>671</u>	<u>5,444</u>	<u>86,023</u>	<u>71,170</u>
CURRENT ASSETS						
Stocks		9	-	-	9	11
Debtors	14	5,075	-	-	5,075	5,033
Cash at hand and in bank	15	11,101	462	-	11,563	12,348
Total current assets		<u>16,185</u>	<u>462</u>	<u>-</u>	<u>16,647</u>	<u>17,392</u>
CURRENT LIABILITIES						
Creditors: amounts falling due within one year	16	18,226	7	-	18,233	18,978
Net current assets/(liabilities)		<u>(2,041)</u>	<u>455</u>	<u>-</u>	<u>(1,586)</u>	<u>(1,586)</u>
Total assets less current liabilities		<u>77,867</u>	<u>1,126</u>	<u>5,444</u>	<u>84,437</u>	<u>69,584</u>
Creditors: amounts falling due after more than one year	17	230	-	-	230	331
Provisions for liabilities and charges		-	-	-	-	-
Total net assets		<u><u>77,637</u></u>	<u><u>1,126</u></u>	<u><u>5,444</u></u>	<u><u>84,207</u></u>	<u><u>69,253</u></u>
THE FUNDS OF THE CHARITY						
Capital funds						
Endowment funds		-	-	5,444	5,444	4,432
Income funds						
Restricted funds		-	1,126	-	1,126	820
Unrestricted funds		77,637	-	-	77,637	64,001
Total charity funds		<u><u>77,637</u></u>	<u><u>1,126</u></u>	<u><u>5,444</u></u>	<u><u>84,207</u></u>	<u><u>69,253</u></u>

The notes on pages 19 to 26 form part of these accounts

Approved by the trustees and signed on their behalf.

Chairman

hah we.

29th Sept
2010

Trustee

[Signature]

29th Sept
2010

UNIVERSITY COLLEGE LONDON HOSPITALS CHARITIES
YEAR ENDED 31 MARCH 2010

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2010

	31 March 2010		31 March 2009	
	£'000	£'000	£'000	£'000
NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES		(2,766)		(1,883)
RETURNS ON INVESTMENT AND SERVICING OF FINANCE				
Investment income received	1,886		2,284	
Net cash inflows/(outflows) from returns on investments and servicing of finance		1,886		2,284
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT				
Payments for tangible fixed assets	(1,101)		(54)	
Receipts from sale of investment assets	0		7,771	
Net cash inflows/(outflows) from capital expenditure and financial investment		(1,101)		7,717
		(1,981)		8,118
MANAGEMENT OF LIQUID RESOURCES				
Purchase of investments	(19,012)		(20,767)	
Proceeds from sale of investments	19,497		21,332	
Net cash inflows/(outflows) from management of liquid resources		485		565
Increase/(decrease) in cash		(1,496)		8,683
Net cash resources brought forward		13,603		4,920
Net cash resources carried forward		12,107		13,603

ACCOUNTING POLICIES

1.1 Accounting convention

- a) The financial statements have been prepared under the historic cost convention, as modified for the revaluation of certain investments, and in accordance with applicable United Kingdom accounting standards, the Charities Acts and the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2005) issued by the Charities Commissioners in 2005.
- b) The results of the subsidiary companies, QS Enterprises Ltd and Inventive Medical Ltd, have been consolidated in these accounts on a line-by-line basis. Further details are given in notes 4 and 5.

1.2 Incoming resources

- a) 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) Certainty - when there is reasonable certainty that the incoming resource will be received.
 - iii) Measurement - when the monetary value of the incoming resources can be measured with sufficient reliability.

Income which has been received but does not meet the above criteria is treated as a creditor until entitlement is confirmed. These items are investigated and if they have not been identified after one year, they are treated as donations for the general fund.

- b) Gifts in kind and donated services and facilities
 - i) Assets given for distribution by the funds are included in the Statement of Financial Activities only when distributed.
 - ii) Assets given for use by the funds (e.g. property for its own occupation) are included in the Statement of Financial Activities as incoming resources when receivable.
 - iii) Gifts made in kind but on trust for conversion into cash and subsequent application by the funds are included in the accounting period in which the gift is sold.
 - iv) In all cases the amount at which gifts in kind are brought into account is either a reasonable estimate of their value to the funds or the amount actually realised. The basis of the valuation is disclosed in the annual report.

Donated services (e.g. the provision of free accommodation) are included in the accounts with an equivalent amount in outgoing resources, where the amounts are considered material. The value placed on such intangible income is the estimated cost to the charity of purchasing the same services at the market rate.

- c) Legacies

Legacies are accounted for as incoming resources either upon receipt or where the receipt of the legacy is virtually certain; this will be once confirmation has been received from the representatives of the estate(s) that payment of the legacy will be made or property transferred and once all conditions attached to the legacy have been fulfilled.

Material legacies which have been notified but not recognised as incoming resources in the Statement of Financial Activities are disclosed in note 22.

- d) Deferred income

Rental income is received quarterly in advance. One quarter's rental income is treated as deferred.

1.3 Resources expended

Expenditure is included on an accruals basis inclusive of irrecoverable VAT.

Each item of expenditure is included under the heading on the Statement of Financial Activities which best describes it. Cost of Generating Funds includes the costs of fundraising within UCLH Charity as well as the costs (excluding governance costs) of the subsidiaries. Grants payable are included in the Statement of Financial Activities, under the relevant heading in Charitable Expenditure, when approved by the trustees and agreed with the recipient organisation. The value of such grants unpaid at the year end is accrued.

Governance costs comprise the costs associated with the general running of the charity and subsidiaries.

Support costs are apportioned between costs of generating funds, charitable activities and governance based on the proportion of time spent by staff supporting those activities.

Support costs, overheads, governance and other general costs are allocated to funds on the basis of the fund's average balance.

1.4 Tangible fixed assets and depreciation

Neither the charity nor its subsidiary companies have a strict monetary limit below which fixed assets are not capitalised. Instead, each asset or group of assets is considered separately and capitalised if appropriate, unless the value is clearly negligible.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost less estimated residual value of each asset evenly over its expected useful life, as follows:

Leasehold improvements and decommissioning costs	Over the term of the lease
Computer equipment	2 to 3 years
Furniture, medical and office equipment	3 to 5 years

The carrying values of tangible fixed assets are reviewed for impairment in periods if events or changes in circumstances indicate that the carrying value may not be recoverable.

1.5 Investment fixed assets

Investment fixed assets are shown at market value.

- a) Property assets are not depreciated but are shown at market valuation. Valuations are carried out by a professional valuer at five yearly intervals. The last such valuation was at 31 March 2008 provided by Davis Brown, Chartered Surveyors. Between valuations "desk-top" valuations are provided by a professional valuer. Valuation gains and losses are recorded in the Statement of Financial Activities with the balance sheet reflecting the revalued amounts.
- b) Investment portfolios are held with two managers: Sarasin Chiswell and Schroder & Co Ltd. For Sarasin Chiswell, quoted stocks and shares are included in the balance sheet at mid-market price, ex-div. For Schroders, quoted stocks and shares are included in the balance sheet at bid price.
- c) 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 net sale proceeds and opening market value (or purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or purchase date if later).

1.6 Fund structure

- a) Unrestricted (general purpose) funds are available for use at the discretion of the Trustees for general charitable purposes relating to the following:
- i) Section 93 (2) to 93 (3) of the National Health Service Act 1977: To hold the property on trust for such purposes relating to hospital services (including research), or to any other part of the health service associated with any hospital, as the person holding the property thinks fit.
 - ii) Section 11 (1) of the National Health Service and Community Care Act 1990: To accept, hold and administer the property on trust for the general or any specific purposes of the University College London Hospitals NHS Foundation Trust (including the purpose of any specific hospital or other establishment or facility at or from which services are provided by the charity) or for all or any purposes relating to the health service.
- b) Restricted funds are those for which a legal restriction exists over their use.
- c) Endowment funds consist of capital held in perpetuity where the related income may be used for unrestricted or restricted purposes as specified by the donor.

1.7 Cash flow statement

Cash flows are included under the heading which best describes the underlying transaction giving rise to the cash flow.

“Liquid resources” comprise the quoted securities and cash held by the investment advisors.

1.8 Pension costs

Staff providing governance and administration services to the charity are entitled to join the NHS Pension Scheme. The scheme is an unfunded, defined benefit scheme which covers NHS employers, general practices and other bodies, allowed under the direction of the Secretary of State in England and Wales. The scheme is not designed to be run in a way that would enable NHS bodies, including the charity, to identify their share of the underlying scheme assets and liabilities. Therefore the scheme is accounted for as a defined contribution scheme; the cost to the charity is equal to the contributions payable to the scheme in the accounting period. From 1 April 2008, employees are paying contributions according to a tiered scale from 5% up to 8.5% of their pensionable pay.

QS Enterprises Ltd contributes to the personal pension schemes of all employees, other than directors. Contributions are charged to the Statement of Financial Activities as they become payable in accordance with the contribution rates agreed with the relevant employees. Inventive Medical Ltd does not operate a pension scheme for its employees.

1.9 Pooling scheme

An official pooling scheme is operated for investments. After the merger of The Middlesex Hospital Special Trustees, University College Hospital Special Trustees and UCL Hospitals NHS Trust Charity, the trustees passed a resolution on the 26 September 2000 to adopt The Middlesex Hospital Charity's Pooling Scheme. This scheme was registered with the Charity Commission on the 15 September 1986, subsequently updated by Charity Commission schemes on 7 April 1999, 30 November 2000, and 20 January 2009.

1.10 Related party transactions

During the year none of the trustees or members of the key management staff or parties related to them has undertaken any material transactions with UCLH Charity.

NOTES TO THE ACCOUNTS

1. Parent charity results

In the year under review the charity, excluding its subsidiary undertakings, recognised incoming resources amounting to £8,117K (2009: £9,119K) and its deficit for the year was £383k (2009: deficit of £9,781K).

2. Activities for generating funds

	Unrestricted Funds £'000	Restricted Funds £'000	Endowment Funds £'000	2010 Total Funds £'000	2009 Total Funds £'000
Fundraising trading	2,632	-	-	2,632	3,009
Other fundraising income	59	-	-	59	90
	<u>2,691</u>	<u>-</u>	<u>-</u>	<u>2,691</u>	<u>3,099</u>

3. Investment income

	Unrestricted Funds £'000	Restricted Funds £'000	Endowment Funds £'000	2010 Total Funds £'000	2009 Total Funds £'000
Investment properties	747	-	-	747	747
Listed investments	965	23	-	988	1,222
Common deposit or common investment funds	-	36	-	36	29
Investment cash	5	-	-	5	82
Other investments	110	-	-	110	204
	<u>1,827</u>	<u>59</u>	<u>-</u>	<u>1,886</u>	<u>2,284</u>

4. QS Enterprises Ltd

	2010 Total £'000	2009 Total £'000
Turnover	2,265	2,740
Administrative expenses	(1,705)	(1,543)
Operating profit/(loss)	<u>560</u>	<u>1,197</u>
Interest receivable and similar income	1	44
Gift Aid payable	(358)	(1,320)
Net profit/(loss) before taxation	<u>203</u>	<u>(79)</u>
Taxation	(47)	12
Profit/(loss) for the year	<u>156</u>	<u>(67)</u>
Reserves brought forward	248	315
Reserves carried forward	<u>404</u>	<u>248</u>

The share capital of QS Enterprises Ltd has a nominal value of £2.

UNIVERSITY COLLEGE LONDON HOSPITALS CHARITIES
YEAR ENDED 31 MARCH 2010

5. Inventive Medical Ltd

	2010 Total £'000	2009 Total £'000
Turnover	367	267
Cost of sales	(322)	(147)
Gross profit	<u>45</u>	<u>120</u>
Administrative expenses	(464)	(433)
	<u>(419)</u>	<u>(313)</u>
Other operating income	0	1
Operating profit/(loss)	<u>(419)</u>	<u>(312)</u>
Interest payable	(28)	(10)
Net profit/(loss) before taxation	<u>(447)</u>	<u>(322)</u>
Taxation	0	0
	<u>(447)</u>	<u>(322)</u>
Profit/(loss) for the year	(447)	(322)
Reserves brought forward	(322)	0
Reserves carried forward	<u>(769)</u>	<u>(322)</u>

The share capital of Inventive Medical Ltd has a nominal value of £1.

6. Charitable activities

	Activities undertaken directly £'000	Grant funded activities £'000	Support costs £'000	2010 Total funds £'000	2009 Total funds £'000
Improvements to patient services					
Medical equipment and infrastructure costs	544	1,049	34	1,627	2,862
Provision of staff and professional services	1,141	293	72	1,506	900
Patient welfare and amenities	41	302	3	346	(227)
Medical research	2,471	12	155	2,638	9,333
Staff education and development	1,293	16	81	1,390	5,048
	<u>5,490</u>	<u>1,672</u>	<u>345</u>	<u>7,507</u>	<u>17,916</u>

Activities undertaken directly

The charity has a number of designated funds where decisions over spending are delegated to ward or consultant level, under the oversight of officers of the charity. Direct expenditure from these funds delivered a significant proportion of the activities of the charity. More details of these activities are given in the Trustees' Report.

**UNIVERSITY COLLEGE LONDON HOSPITALS CHARITIES
YEAR ENDED 31 MARCH 2010**

7. Support costs - apportionment

Expenditure type	Apportionment basis	Total costs 2010 £'000	Allocated to governance £'000	Allocated to costs of generating funds £'000	Residual for apportion- ment £'000
Salaries					
Charity staff	Time	596	266	101	229
Staff of trading subsidiaries	Cost of generating funds	673	-	673	-
Total salaries		1,269	266	774	229
Audit fees (external and internal)	Governance	37	37	-	-
Indemnity insurance	Governance	9	9	-	-
Premises costs	Proportional to salaries	178	79	30	69
Other office and sundry costs	Proportional to salaries	122	54	21	47
		<u>1,615</u>	<u>445</u>	<u>825</u>	<u>345</u>
			Premises costs	Other office costs	Total allocated
		Salaries	£'000	£'000	£'000
Improvements to patient services		22	7	5	34
Medical equipment and infrastructure costs		48	14	10	72
Provision of staff and professional services		2	1	-	3
Welfare and amenities		103	31	21	155
Medical research		54	16	11	81
Staff education and development		<u>229</u>	<u>69</u>	<u>47</u>	<u>345</u>

8. Analysis of grants

All grants were to UCL Hospitals NHS Foundation Trust

	£'000	£'000
Medical equipment and infrastructure costs	5	1,049
Provision of staff and professional services	2	293
Patient welfare and amenities	4	302
Medical research	1	12
Staff education and development	1	16
	<u>13</u>	<u>1,672</u>

During the year the charity reviewed its provisions for grants made in the past several years and identified underspendings on prior year grants. Grants totalling £88K (2008-2009: £912K) were written back in the Statement of Financial Activities in order to release funds for future grants.

9. Audit fees

Fees paid to external auditors for audit services totalled £16.5K for the year (2008-2009: £24K).

UNIVERSITY COLLEGE LONDON HOSPITALS CHARITIES
YEAR ENDED 31 MARCH 2010

10. Salary costs

	2010	2009
	Total	Total
	£'000	£'000
Gross wages	1,053	781
Employer's national insurance costs	110	76
Pension costs	81	66
	<u>1,244</u>	<u>923</u>

	2010	2009
The average number of employees, calculated on a full-time equivalent basis, analysed by function was:		
Charity employees	9	6
Staff of trading subsidiaries	14	12
	<u>23</u>	<u>18</u>

The number of senior employees whose emoluments for the year amounted to £60,000 or more were:

	2010			2009		
	Charity	Subsidiaries	Total	Charity	Subsidiaries	Total
£60,000 - £69,999	-	-	-	1	1	2
£70,000 - £79,999	-	-	-	-	-	-
£80,000 - £89,999	1	1	2	1	-	1
£90,000 - £99,999	-	1	1	-	-	-
£130,000 - £139,999	1	-	1	-	-	-
	<u>2</u>	<u>2</u>	<u>4</u>	<u>2</u>	<u>1</u>	<u>3</u>

Benefits were accruing to one of the above staff under the defined benefit pension scheme outlined in note 1.8 (2009: two staff). Contributions of £4K (2009: £4K) were made to purchase defined contribution pension benefits on behalf of one of the above staff.

None of the trustees received remuneration during this or the preceding year. Travel expenses totalling £720 were reimbursed to one trustee (2009: £698 to two trustees).

11. Tangible assets – Group

	Other interests in land and buildings	Plant and machinery	Fixtures, fittings and equipment	Total
	£'000	£'000	£'000	£'000
Cost				
Brought forward at 31 March 2009	708	287	153	1,148
Additions	962	33	106	1,101
Disposals	(670)	(166)	(33)	(869)
Balance at 31 March 2010	<u>1,000</u>	<u>154</u>	<u>226</u>	<u>1,380</u>
Accumulated depreciation				
Brought forward at 31 March 2009	695	245	138	1,078
Charge for the year	34	24	23	81
Eliminated on disposals	(670)	(167)	(33)	(870)
Balance at 31 March 2010	<u>59</u>	<u>102</u>	<u>128</u>	<u>289</u>
Net book value at 31 March 2010	<u>941</u>	<u>52</u>	<u>98</u>	<u>1,091</u>
Net book value at 31 March 2009	<u>13</u>	<u>42</u>	<u>15</u>	<u>70</u>

All tangible fixed assets are held by subsidiary companies.

UNIVERSITY COLLEGE LONDON HOSPITALS CHARITIES
YEAR ENDED 31 MARCH 2010

12. Investments – Group and Charity

	2010 £'000	2009 £'000
Carrying (market) value at 31 March 2009	71,170	98,320
Less: disposals at carrying value	(15,776)	(28,001)
Add: acquisitions at cost	19,012	20,767
Net gain/(loss) on revaluation	11,617	(19,916)
Carrying (market) value at 31 March 2010	86,023	71,170
Historic cost at 31 March 2010	63,034	63,899

13. Analysis of investments – Group and Charity

	Held in UK £'000	2010 Held outside UK £'000	Total £'000	2009 Total £'000
Investment properties	20,750	-	20,750	19,200
Investments listed on the stock exchange or valued by reference to such investments	54,043	7,745	61,788	48,214
Investments in common deposit or common investment funds	671	-	671	528
Cash held as part of the investment portfolio	2,814	-	2,814	3,228
	78,278	7,745	86,023	71,170

The trustees consider the following individual investment holdings to be material:

	£
Sarasin Globalsar IIID CLS 'B' Inc	18,704,196

14. Debtors

Amounts falling due within one year

	Group		Charity	
	2010 £'000	2009 £'000	2010 £'000	2009 £'000
Trade debtors	1,461	1,288	812	576
Prepayments	40	18	3	10
Accrued income	386	939	744	939
Due from subsidiary undertakings	-	-	1,082	1,886
Other debtors	1,235	1,093	1,216	1,076
Total debtors falling due within one year	3,122	3,338	3,857	4,487

Amounts falling due after more than one year

Trade debtors	247	246	247	246
Due from subsidiary undertakings	-	-	731	-
Other debtors	240	300	240	300
Total debtors falling due after more than one year	487	546	1,218	546

Total debtors

3,609	3,884	5,075	5,033
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UNIVERSITY COLLEGE LONDON HOSPITALS CHARITIES
YEAR ENDED 31 MARCH 2010

15. Cash at bank and in hand

	Group		Charity	
	2010 £'000	2009 £'000	2010 £'000	2009 £'000
Bank accounts	11,107	13,603	10,563	12,348
Money market deposits	1,000	-	1,000	-
Total cash at bank and in hand	<u>12,107</u>	<u>13,603</u>	<u>11,563</u>	<u>12,348</u>

16. Creditors: amounts falling due within one year

	Group		Charity	
	2010 £'000	2009 £'000	2010 £'000	2009 £'000
Trade creditors	828	1,584	764	1,576
Due to subsidiary undertakings	-	-	-	-
Other creditors	1,716	433	1,260	115
Accruals and deferred income	16,209	17,287	6,209	17,287
	<u>18,753</u>	<u>19,304</u>	<u>8,233</u>	<u>18,978</u>

17. Creditors: amounts falling due after more than one year

	Group		Charity	
	2010 £'000	2009 £'000	2010 £'000	2009 £'000
Accruals	230	331	230	331
	<u>230</u>	<u>331</u>	<u>230</u>	<u>331</u>

18. Deferred income – Group and Charity

	2010 £'000	2009 £'000
Rental income is received quarterly in advance, with one quarter being deferred at the year end		
Deferred rental income brought forward at 1 April 2009	187	116
Cash receivable during the year	747	818
Rental income recognised in the year	(747)	(747)
Deferred rental income carried forward at 31 March 2010	<u>187</u>	<u>187</u>

UNIVERSITY COLLEGE LONDON HOSPITALS CHARITIES
YEAR ENDED 31 MARCH 2010

19. Analysis of net movement in funds

	Total funds brought forward £000	Total incoming resources £000	Total resources expended £000	Transfers between funds £000	Gains and losses £000	Total funds carried forward £000
Endowment funds						
Otto Beit Fund	87	0	0	0	24	111
Dresden Assistance Fund	210	0	0	0	57	267
UCLH Spicer Samaritan Fund	118	0	0	0	32	150
Gordon Taylor Fund	134	0	0	0	31	165
David E Hughes Fund	1010	0	(5)	0	260	1265
University College Hospital General Purpose Funds	2873	0	(13)	0	626	3486
Total endowment funds	4432	0	(18)	0	1030	5444
Restricted funds						
Otto Beit Fund	12	6	(2)	0	19	35
Dresden Assistance Fund	128	18	(3)	0	34	177
UCLH Spicer Samaritan Fund	540	24	(26)	0	187	725
Gordon Taylor Fund	107	10	(3)	0	34	148
Matilda Poole Fellowship	33	1	(1)	0	8	41
Total restricted funds	820	59	(35)	0	282	1126
Unrestricted funds						
University College Hospital General Purpose Funds	62239	10151	(10,823)	0	13521	75088
Royal London Homoeopathic Hospital General Purpose Fund	1688	181	(191)	0	507	2185
Total unrestricted funds	63927	10332	(11,014)	0	14028	77273
Total funds	69179	10391	(11,067)	0	15340	83843

Fund descriptions

Otto Beit Funds – to be applied for the benefit of patients suffering from arthritis and rheumatoid conditions.
Dresden Assistance Funds – to be applied for the benefit of inpatients of University College Hospital who are in need.
UCLH Spicer Samaritan Funds – for the relief of patients who have been treated at any hospital of UCLH NHS Foundation Trust
Gordon Taylor Funds – to be applied for the benefit of incapacitated nurses of the former Middlesex Hospital or of University College Hospital.
David E Hughes Fund – to be applied for the general purposes of University College Hospital.
University College Hospital General Purposes Fund – to be applied for the general purposes of UCH.
Matilda Poole Fellowship Fund – for research into arthritic diseases.

20. Notes to the cash flow statement

	Group	
	2010 £'000	2009 £'000
Net outgoing/(incoming) resources	(675)	(9,943)
Depreciation charges	81	118
(Increase)/decrease in stocks	45	(82)
(Increase)/decrease in debtors	275	(262)
Increase/(decrease) in creditors and provisions	(606)	10,570
Investment income	(1,886)	(2,284)
Cash outflow from operating activities	(2,766)	(1,883)

21. Other financial commitments

	Land and buildings		Other	
	2010 £'000	2009 £'000	2010 £'000	2009 £'000
As at 31 March 2010 the charity had annual commitments under				
Non-cancellable operating leases which expire:				
within one year	-	-	-	-
within one year	-	-	-	-
over five years	112	-	-	-
	<u>112</u>	<u>-</u>	<u>-</u>	<u>-</u>
As at 31 March 2010 the group had annual commitments under				
Non-cancellable operating leases which expire:				
within one year	-	-	-	11
within two to five years	100	42	566	273
over five years	154	-	-	-
	<u>254</u>	<u>42</u>	<u>566</u>	<u>284</u>

22. Material legacies

Legacy income is only included in incoming resources where receipt is reasonably certain and the amount known with certainty, or when the legacy has been received. As at 31 March 2010 the charity had been notified of six legacies with an estimated value of £51K outstanding which had not been received.