

**Hosbis Dewi Sant**  
**St David's Hospice**

**(A Company Limited by Guarantee)**

**Annual Report and Consolidated Accounts**

**For the year ended 31 December 2018**

**Charity Number 1038543**

**Company Number 2922828**

**Hosbis Dewi Sant**

**St David's Hospice**

**Index to Annual Report and Accounts**

**Year Ended 31 December 2018**

<b>Contents</b>	<b>Page</b>
Chairman's Review	1 - 2
Trustees Annual Report	
Reference & Administrative Details	3
Structure, Governance & Management	4-5
Objectives & Activities	6
Financial Review	7-8
Plans for future periods	8
Report of the Independent Auditors	9-11
Consolidated Statement of Financial Activities	12
Consolidated and Charity Statement of Financial Position	13
Consolidated Cash Flow Statement	14
Notes Forming Part of the Financial Statements	15-25

**Hosbis Dewi Sant**

**St David's Hospice**

**Chairman's Review**

**For the year ended 31 December 2018**

## **Hospice News**

This is my third annual report on the accounts of St David's Hospice. In reviewing the past year, I again reflect, with immense gratitude, on the whole "team" that is St David's Hospice, and on the considerable support of the local community. It is this teamwork, with contributions from so many kind-hearted people, which enables us to provide such excellent palliative and end-of life care for our patients, at no cost to them or their families.

Whilst 2018 has been a year of considerable growth for the hospice, our clinical services - whether in the hospice in-patient unit, our day therapy units, or in patient's own homes - remain our priority, focus and pride.

At organisational level, we have completed the merger with Gwynedd and Anglesey Hospice at Home, and it has been a great pleasure to welcome new Trustees to the Board. The merged organisation brings together two charities with excellent records of achievement and service delivery. There is now a single hospice to cover the counties of Anglesey, Conwy and Gwynedd, able to deliver a wider and more integrated range of clinical service; considerable benefits of scale; less duplication and a clearer profile.

Of course, this has meant significant change for the organisation. We now manage 25 shops, 3 warehouses and a recycling centre, thanks to our shop leaders and army of volunteers. Our income generation team has been re-structured, expanded, and developed a packed calendar of exciting events. Of course, an enlarged organisation requires a larger administrative and management team, but we have been very careful to ensure that all increased expenditure enhances our professionalism and will be matched by an increased return on investment. We will end the year with a proportionally-small overspend, but in a much better place to increase income generation in the future, which will be needed to fund the clinical developments we propose.

We remain enthusiastic about, and determined to deliver, a new satellite in-patient unit in Holyhead. There have been unfortunate delays because of NHS capital development procedures, as the proposed unit is sited in the Penrhos Stanley Community Hospital. However, all our partners are working hard to get us through those procedures as quickly as possible, and we have been successful in securing significant financial support from the Intermediate Care Fund and The Big Lottery.

The Day Therapy unit in Llandudno and Hafan Menai Day Centre at Ysbyty Gwynedd continue to provide a wide range of services for "day patients" with many out-patient type services. We have maintained our financial support of the Hospice at Home Nurses in Gwynedd and Anglesey. These nurses are employed by the Local Health Board, and are essential partners in delivering a comprehensive hospice service, dovetailing with our in-patient service.

In Conwy our "out reach service" takes clinical care to the homes of those patients registered for Day Therapy, but don't feel well enough to attend the centre. We look forward to this outreach service expanding in the future.

**Hosbis Dewl Sant**

**St David's Hospice**

**Chairman's Review**

**For the year ended 31 December 2018**

**Trustees**

Please see page 3 for changes to the Board of Trustees during 2018

**Finance**

I am pleased to report, from a financial perspective, the past year has continued to be stable and positive, thanks to the skill and support from our staff and volunteers, be they in our shops, café, events, lottery sales or other fundraising activities. We are particularly grateful for our legacy donations and recognise the generosity of those bereaved families at such sensitive and difficult times.

All of our income generation activities are subject to continual assessment and developed or removed according to their success. We also remain vigilant and rigorous in our control of expenditure, which is subject to regular reviews at many levels throughout the organisation.

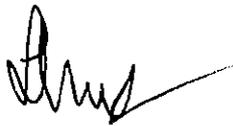
The rapid growth experienced in 2018 has required an invest-to gain philosophy, which will, for a limited time, result in a slight over-expenditure against income. However, the Board remains very alert to the inevitable risks that can be part of rapid organisational growth, ensuring that any over-expenditure is carefully planned for and more than covered by reserves.

We take very seriously our role as guardians of an astonishing clinical service, one which has been developed by many thousands of supporters over many years. Whilst all hospices face a considerable challenge in matching income generation to the inevitably increasing costs of providing clinical services, St David's Hospice continues to be financially sound.

To all those supporters of the Hospice we give our grateful thanks.

I hope that your reading of these annual accounts will provide assurance on the professionalism and financial stability of St David's Hospice.

**Dr Lyndon Miles**



**Chair of Trustees**

# Hosbis Dewi Sant

## St David's Hospice

### Trustees Annual Report for the year ended 31 December 2018

#### Reference & Administrative Details

##### Directors and Trustees

At the date of the report, there are currently 21 Trustees of St. Davld's Hospice. The Trustees serving during the period were as follows:-

Dr L Miles	Chair of Trustees	Dr J Cooper (appointed 10/04/2018)
Ms J Leslie	Honorary Treasurer	Mr A Thomas (appointed 10/04/2018)
Mrs A Hughes	Vice Chairman	Mr D Williams (appointed 10/04/2018)
Mr R Drinkwater		Mrs P Brooke (appointed 10/04/2018)
Mr A Neville		Mrs B Dixon (appointed 10/04/2018)
Mr C Davies		Mr D Hardy (appointed 10/04/2018)
Ms V Macdonald		Mrs J Humphreys (appointed 10/04/2018)
Mr R Thomas		Mrs I Jones (appointed 10/04/2018)
Ms E Jones		Mrs V Mould (appointed 10/4/2018/resigned 08/02/2019)
Mr R Williams		Mrs E Price (appointed 10/04/2018)
Mr M Mason (resigned 26/03/2019)		Mrs S Edwards (appointed 26/03/2019)
Dr H Edwards (appointed 10/04/2018)		

##### Chief Executive

Mr T Pritchard

##### Company Secretary

Mr R Williams (resigned 22/01/2019)  
Ms J Leslie (29/01/2019)

##### Registered Office

Abbey Road  
Llandudno  
Conwy LL30 2EN

##### Registered Company Number

2922828

##### Registered Charity Number

1038543

##### Registered Auditors

Pritchett & Co Business Advisers Limited  
Chartered Accountants & Statutory Auditor  
16 Wynnstay Road  
Colwyn Bay LL29 8NB

##### Bankers

Lloyds TSB  
22 Mostyn Street  
Llandudno, LL30 2RU

##### Investment Managers

Dragon Investment Managers Ltd  
92 Bowen Court  
The Business Centre  
The Business Quarter  
St Asaph LL17 0JE

##### Solicitors

Bone & Payne  
55 Madoc Street  
Llandudno, LL30 2TW

**Hosbis Dewi Sant****St David's Hospice****Trustees Annual Report for the year ended 31 December 2018**

The Trustees of St David's Hospice, who are also Directors for the purpose of the Companies Act 2006 submit their annual report and the audited accounts of the group for the year ended 31 December 2018. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

**Structure, Governance & Management****Constitution**

St David's Hospice is the parent company of a group, limited by guarantee but not having share capital (Company No. 2922828), and is registered as a Charity under the Charities Act 2011 (Registered Charity No. 1038543). The group was set up in January 1995 and is governed by a Memorandum and Articles of Association which were last amended in June 2012. The management of the group is vested in a Board of Trustees.

**Group Status**

The group is limited by guarantee. The liability of the Trustees is limited to a sum not exceeding £10, being the amount that each Trustee undertakes to contribute to the assets of the charity in the event of it being wound up while he/she is a Trustee or within one year after he/she ceases to be a Trustee.

**Recruitment of Trustees**

Trustees are appointed by the members at the Annual General Meeting after nomination in accordance with the procedures detailed in the groups Articles of Association. Appointing and keeping the right Trustees is an important part of governing the group. It needs a balance of skills and types of people. Trustees continue to utilise the revised information pack (introduced in 2006) which summarises the roles and responsibilities of a Trustee.

The Board of Trustees is compiled of the following who served during the year:

Dr L Miles	Mr A Thomas
Ms J Leslie	Mr D Williams
Mrs A Hughes	Mrs P Brooke
Mr R Drinkwater	Mrs B Dixon
Mr A Neville	Mr D Hardy
Mr C Davies	Mr J Humphreys
Ms V Macdonald	Mrs I Jones
Mr R Thomas	Mrs V Mould
Ms E Jones	Mrs E Price
Mr R Williams	Mrs S Edwards
Mr M Mason	
Dr H Edwards	
Dr J Cooper	

**Induction and training of Trustees**

Trustees receive a comprehensive Induction pack to acquaint them with St David's Hospice policy and practice, its aims and objectives, management and governance, also with what is expected of them under charity law, with particular reference to Charity Commission guidance publications.

**Key management remuneration policy**

The Hospice management team is headed by the Hospice Chief Executive, and comprises the following staff: Hospice Administrator, Hospice Matron, Head of Finance, Head of Fundraising, HR Manager and Quality and Education Manager. Arrangements for setting pay and remuneration is undertaken by the Finance and HR subcommittee of the Board, its recommendation for approval for salary changes then requires confirmation/ratification by the Board of Trustees.

**Related Parties**

St David's Hospice has one trading subsidiary, St David's Promotions Limited. St David's Promotions Limited runs a lottery to raise funds for the benefit of the Hospice and donates all profits to St David's Hospice.

## Hosbis Dewi Sant

### St David's Hospice

#### Trustees Annual Report for the year ended 31 December 2018 (cont.)

#### Governance & Internal Control

The Board of Trustees meets ten times a year to direct the management and governance of the group. This includes reviews of the group's policies and protocols, developments to services, finances and fundraising. The day to day management of the Group is delegated to the Group Chief Executive and the Group Management Team.

#### Statement of Trustee Responsibilities

UK company and charity law requires the Trustees to prepare accounts for each financial year, which give a true and fair view of the state of affairs of the group at the end of the financial year and of the surplus or deficit for that period. In preparing this annual report, the Trustees have:

- \* Selected suitable accounting policies and then applied them consistently.
- \* Observe the methods and principles in the Charities SORP.
- \* Make judgements and estimates that are reasonable and prudent.

Stated whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts.

- \* Prepared financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

The Trustees have responsibility for ensuring that the group has appropriate systems of controls, financial and otherwise. They are also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Group and enable them to ensure that the annual report and accounts comply with the Companies Act 2006 and the "Statement of Recommended Practice: Accounting and Reporting by Charities". They are also responsible for safeguarding the assets of the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In accordance with company law, as the group's directors, we certify that:

So far as we are aware, there is no relevant audit information of which the group's auditors are unaware; and as the directors of the group we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant audit information and to establish that the group's auditors are aware of that information.

The group's board sub groups have continued to meet throughout the year - these groups deal with specific operating policy for Income Generation, Clinical Governance, Finance and Investments. These sub groups have only limited authority from the Board to act autonomously, however they mostly make recommendations for the Board for its consideration and approval.

The group is registered with Health Inspectorate Wales (HIW) as an Independent adult Hospice, providing fourteen in-patient beds and up to ten places in its day unit. It has to demonstrate that it complies with the Care Standards Act 2000 and associated regulations, which include a set of National Minimum Standards. In addition, The Welsh Government sets down specific objectives in relation to the delivery of specialist palliative care which are directly linked to grant funding.

The group is a member of the national charity Hospice UK which is an advisory body. The periodic inspections by Health Inspectorate Wales provides an independent check that the group is minimising risks and operating to National guidelines.

#### Risk Management

Trustees and staff annually review major risks to which the group may be exposed using the process recommended by The Charity Commission. Systems have been established to mitigate any risks which have been identified. Internal risks are minimised by the implementation of procedures for the authorisation of financial transactions.

## Hosbis Dewi Sant

### St David's Hospice

#### Trustees Annual Report for the year ended 31 December 2018 (cont.)

##### Objectives of the Group

The main objectives of the group are:

- \* The running of an adult palliative care facility providing symptom relief, respite and end of life care
- \* Promoting or encouraging research into the care and treatment of persons suffering from progressive, life threatening illnesses
- \* Promoting, encouraging or assisting in the teaching or training of students in any branch of medicine, nursing or allied services
- \* Providing psychological, social and spiritual help for patients and family of patients.

##### Public benefit statement - Aims, Activities and Achievements

The aim of the group is to provide the highest quality specialist palliative care for the people of North West Wales. The main activity continues to be the delivery of specialist medical and nursing services to patients and their families and carers by a skilled and dedicated multi-professional palliative care team. The group has fourteen registered beds providing symptom relief, respite and end of life care. There is also a Day Unit service for up to ten patients four days a week, a bereavement / counselling service for one day a week and a day care centre at Hafan Menal for 6 patients four days a week. All care is free at the point of delivery for patients.

In 2018 there were 242 referrals to our in-patient unit, 160 patients were admitted from their own home and 82 were admitted from hospital.

During the same time 130 patients attended our Day Care Unit. Altogether, the charity provided 768 day therapy attendances.

In addition to the medical and nursing input our patients benefit from services of the multi-disciplinary team including Physiotherapy, OT and Social Worker input. Our Social Worker assists at least four families per week.

The Trustees believe that the objectives and services provided by the group, reflected in the above notes, are compliant with the duty in section 17(5) of the 2011 Charities Act to have due regard to the Charities Commission Guidance on Public Benefit.

The Trustees believe the following strategies further demonstrate public benefit.

- \* Maintain and improve upon the highest quality and standards of care and services for patients, their families and carers.  
Ensure that the resources within the group are effectively managed and that in the future services continue to be available for patients.
- \* As a specialist Palliative Care Provider we will encourage all staff to continue in their professional development.  
We will continue to listen and respond to the opinions of our patients, the general public, staff and other professionals about what they want from us.
- \* Working with other palliative care providers and partners we will continue to plan and deliver services that benefit all patients in our area.

## Hosbis Dewi Sant

## St David's Hospice

### Trustees Annual Report for the year ended 31 December 2018 (cont.)

#### Financial Review

##### Review of Activities and Financial Position - Hospice

Details of the results for the year are shown in the Statement of Financial Activities and notes forming part of the Financial Statements.

For 2018 the Trustees report a consolidated surplus for the year of £339,965 (2017: surplus £645,188) and consolidated accumulated funds of £5,901,113 (2017: £5,561,148). The financial position of the group is set out in the balance sheet on Page 13. The free reserves of the group amounted to £3,772,246 (2017; £3,193,344) which equates to approximately ten months of expenditure.

##### Total Incoming Resources

Total incoming resources increased on 2017 by £487,370 or 12%, however, this includes the transfer of the Hospice at Home Gwynedd and Anglesey reserves of £476,895. Income from our shops, donations and gifts increased compared to their 2017 totals.

##### Fundraising and Fundraising Standards Information

In 2018 fundraised income totalled £436,513

No professional fundraisers were employed during the financial year. Five commercial participator agreements are in place with local businesses (total value £1,895). In 2018, no formal fundraising complaints were received relating to activities by the charity.

##### Hospice Shops

Income from our hospice shops continues to be a major revenue source to the charity - we are always looking to maximise our income and look for additional new shops.

##### St David's Promotions Ltd

St David's Promotions Ltd is a wholly owned subsidiary and operates the St David's Hospice Lottery.

**Hosbis Dewi Sant****St David's Hospice****Trustees Annual Report for the year ended 31 December 2018 (cont.)****Investment Policy**

As part of the remit of Finance & HR Committee, all investments are reviewed on an annual basis with external advisers.

The group is advised by the investment firm Dragon Investment Managers Ltd & Investec, who have been given discretionary management of the portfolio within a medium risk profile during 2018 (previously Quilter Cheviot). The Finance Committee is kept informed at all stages and receives quarterly valuations of the portfolio. On a six monthly basis the investment representatives attend the Finance Sub Committee meeting to review investment performance and advise on future Investment policy.

The & split of investments is currently as follows:

	%
Fixed Interest Securities	27.0
Equities	38.0
Cash pending held as part of the investment portfolio	35.0

The Trustees have decided to adopt a cautious strategy for growth to allow for long term group development.

**Reserves**

During the year the group's total reserves increased from £5,561,148 to £5,901,113 of which £2,128,868 is held in tangible fixed assets. The remaining amount of £3,772,245 equated to approximately ten months expenditure which Trustees calculate to be a reasonable amount given the current economic climate.

**Plans for Future Periods**

For 2018 there are developments that are being planned to ensure that more patients than ever benefit from the work that the hospice does.

Plans are being drawn up to develop an in-patient unit in Holyhead for patients situated in Anglesey and Gwynedd.




---

Dr L Miles

Chair of Trustees 25 June 2019

**Hosbis Dewi Sant**  
**St David's Hospice**  
**Independent Auditor's Report**  
**To the Members of St David's Hospice**

We have audited the financial statements of St David's Hospice Limited (the 'parent charitable company') and its subsidiary St David's Promotions Limited (the 'group') for the year ended 31 December 2018 which comprise Consolidated Statement of Financial Activities, Consolidated and Charity Statement of Financial Position, Consolidated Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- \* give a true and fair view of the state of the group's and the parent charitable company's affairs as at 31 December 2018 and of the groups incoming resources and application of resources, including its income and expenditure, for the year then ended, (and of the undertakings included in the consolidation as a whole, so far as concerns the members of the group);
- \* have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- \* have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's or parent charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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

We have nothing to report in this regard.

**Hosbis Dewi Sant  
St David's Hospice  
Independent Auditor's Report  
To the Members of St David's Hospice (cont.)**

**Opinions on other matters prescribed by the Companies Act 2006**

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

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements;

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

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

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and the Charities Act 2011 requires us to report to you if, in our opinion:

- adequate and sufficient accounting records have not been kept by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement set out on page 5 the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the group or the parent charitable company or to cease operations, or have no realistic alternative but to do so

**Auditor's responsibilities for the audit of the financial statements**

We have been appointed auditor under the Companies Act 2006 and section 151 of the Charities Act 2011 and report in accordance with those Acts.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

**Hosbis Dewi Sant**  
**St David's Hospice**  
**Independent Auditor's Report**  
**To the Members of St David's Hospice (cont.)**

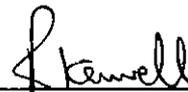
**Auditor's responsibilities for the audit of the financial statements (cont.)**

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees..
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group's or charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group or parent charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body for our audit work, for this report, or for the opinions we have formed.



Robert Kenwell, Senior Statutory Auditor

For and on behalf of  
Pritchett & Co Business Advisers Limited  
Chartered Accountants and Statutory Auditors

16 Wynnstay Road  
Colwyn Bay  
Conwy  
LL29 8NB

11 July 2019

Hosbis Dewi Sant

St David's Hospice

Consolidated Statement of Financial Activities  
(Incorporating an Income and Expenditure Account)

For the year ended 31 December 2018

	Notes	Unrestricted Funds £	Restrictcd Funds £	Total 2018 £	Total 2017 £
<b>Income:</b>					
Donations and legacies	2	1,213,308		1,213,308	1,763,216
Charitable activites	3	1,912,819	-	1,912,819	1,331,746
Other trading activites	4	579,797	-	579,797	607,981
Investment Income	5	5,798	-	5,798	51
Total incoming resources increased on 2017 by £4	6	492,798	-	492,798	491,051
<b>Total Income</b>		<b>4,204,520</b>	<b>-</b>	<b>4,204,520</b>	<b>4,194,045</b>
<b>Expenditure:</b>					
Costs of raising funds		1,738,708	-	1,738,708	1,177,501
Charitable activities		2,552,060	-	2,552,060	2,501,883
<b>Total expenditure</b>	<b>8</b>	<b>4,290,768</b>	<b>-</b>	<b>4,290,768</b>	<b>3,679,384</b>
Net Gains / (Losses) on investments	10	(50,682)	-	(50,682)	130,527
Hospice at Home Gwynedd and Anglesey Reserves Transfer		476,895		476,895	-
<b>Net Income/(Expenditure)</b>		<b>339,965</b>		<b>339,965</b>	<b>645,188</b>
Transfers between funds				-	-
<b>Net movement in funds for the year</b>	<b>6a</b>	<b>339,965</b>	<b>-</b>	<b>339,965</b>	<b>645,188</b>
<b>Reconciliation of funds:</b>					
Total funds brought forward		5,561,148		5,561,148	4,915,960
<b>Total funds carried forward</b>		<b>5,901,113</b>	<b>-</b>	<b>5,901,113</b>	<b>5,561,148</b>

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

All incoming resources and resources expended derive from the continuing activities.

Hosbis Dewi Sant  
St David's Hospice

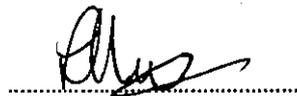
## Consolidated and Charity Statement of Financial Position

As at 31 December 2018

	Notes	Group 2018 £	Charity 2018 £	Group 2017 £	Charity 2017 £
<b>Fixed Assets</b>					
Tangible assets	9	2,128,868	2,128,501	2,177,800	2,177,186
Investments	10	2,236,655	2,236,659	1,987,337	1,987,341
		<u>4,365,523</u>	<u>4,365,160</u>	<u>4,165,137</u>	<u>4,164,527</u>
<b>Current Assets</b>					
Stock	1i	9,731	9,496	9,102	8,559
Debtors	11	1,399,951	1,444,970	1,205,806	1,325,971
Cash at Bank and In hand		610,872	426,812	585,755	335,580
		<u>2,020,554</u>	<u>1,881,278</u>	<u>1,800,663</u>	<u>1,670,110</u>
Creditors: Amounts falling due within one year	12	<u>(384,963)</u>	<u>(250,368)</u>	<u>(279,652)</u>	<u>(153,769)</u>
<b>Net Current Assets</b>		<u>1,635,590</u>	<u>1,630,910</u>	<u>1,521,011</u>	<u>1,516,341</u>
<b>Total Assets Less Current Liabilities</b>		6,001,113	5,996,069	5,686,148	5,680,868
Welsh Government Grant	13	(100,000)	(100,000)	(125,000)	(125,000)
		<u>5,901,113</u>	<u>5,896,069</u>	<u>5,561,148</u>	<u>5,555,868</u>
<b>Funds:</b>					
<b>Unrestricted Funds</b>					
General	14	5,901,113	5,896,069	5,561,148	5,555,868
Restricted Funds	14	-	-	-	-
<b>Total Funds</b>		<u>5,901,113</u>	<u>5,896,069</u>	<u>5,561,148</u>	<u>5,555,868</u>

The financial statements on pages 12 to 25 were approved and authorised for issue by the Board on

25 June 2019 and are signed on its behalf by:



Dr L Miles (Chair of Trustees)



Ms J Leslie (Honorary Treasurer)

Hosbis Dewi Sant

St David's Hospice

Consolidated Cash Flow Statement

For the year ended 31 December 2018

	Notes	2018 £	2017 £
Cash from operating activities	20	442,474	2,115
<b>Cash used in investing activities</b>			
Net investment gains/(losses)		(50,682)	130,527
Investment withdrawals/(additions)		(300,000)	150,000
Interest income		5,798	51
Purchase of fixed asset investments		-	0
Purchase of tangible fixed assets		(72,474)	(79,814)
Disposal of tangible fixed assets		-	215
<b>Cash used in investing activities</b>		<u>(417,358)</u>	<u>200,979</u>
<b>Cash used in financing activities</b>		-	-
<b>Increase (decrease) in cash and cash equivalents in the year</b>		<u>25,116</u>	<u>203,094</u>
<b>Cash and cash equivalents at the beginning of the year</b>		<u>585,755</u>	<u>382,661</u>
<b>Cash and cash equivalents at the end of the year</b>		<u><u>610,871</u></u>	<u><u>585,755</u></u>

## Hosbis Dewi Sant

## St David's Hospice

### Notes on Consolidated Financial Statements

For the year ended 31 December 2018

#### 1 Accounting Policies

a) The financial statements have been prepared under the going concern and historical cost convention with the exception of investments which are included at market value. The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - Charities SORP (FRS 102), the Companies Act 2006 and Charities Act 2011.

#### b) Group Accounts

These financial statements consolidate the results of the charity and its subsidiary company, St David's Promotions Limited. Intra-group trading is eliminated on consolidation.

#### c) Company Status

The charity is a company limited by guarantee. The members of the company are the trustees named on page 4. In the event of the charity being wound up, the liability of the Trustees in respect of the guarantee is limited to a sum not exceeding £10.

#### d) Fund Accounting

The general funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. There are no designated funds as at 31 December 2018. Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. Investment income and gains are allocated to the appropriate fund.

#### e) Incoming Resources

All incoming resources, including grants that provide core funding, are included in the SOFA when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

#### e(i) Legacies

For legacies, entitlement is the earlier of the charity being notified of an impending distribution which can be quantified or the legacy being received.

#### e(ii) Gifts in kind

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold. No amounts are included in the financial statements for services donated by volunteers.

#### e(iii) Grants receivable

Non capital expenditure grants received are set against related expenditure in the SOFA as and when expenditure occurs.

Capital expenditure grants are recognised on the balance sheet when they are received and amortised over the expected useful lives of the capital item to which they relate or over the term or conditions of the grant, whichever is the shorter period.

**Hosbis Dewi Sant  
St David's Hospice**

**Notes on Consolidated Financial Statements (cont.)**

**For the year ended 31 December 2018**

**f) Resources Expended**

All expenditure is accounted for on an accruals basis, inclusive of any VAT which cannot be recovered, and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with use of the resources.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Patient care costs are those costs incurred directly in support of expenditure on the objects of the charity. Management and administration costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

**g) Tangible Fixed Assets**

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

Hospice Building	Over 50 years
Furniture, fittings and equipment	25% reducing balance
Motor vehicle	25% reducing balance
Shops Fixtures	25% reducing balance
IT	Over 3 years
Holyhead Project	25% reducing balance

**h) Investments**

Investments are stated at market value at the balance sheet date. The SOFA includes the net gains and losses arising on revaluations and disposals throughout the year. The investments in subsidiary undertakings are valued at the nominal value of the share capital.

**i) Stock**

Stock consists of purchased goods for fundraising, medical stocks and catering provisions. Stocks are valued at the lower of cost or net realisable value. Items donated for resale or distribution are not included in the financial statements until they are sold or distributed.

**j) Pension Costs**

The Company has defined contributions to three pension schemes designed to provide retirement benefits based upon the level of contributions made. The three schemes are the NHS Pension Scheme, St David's Hospice Group Pension Plan and National Employment Savings Trust (NEST). The costs of providing these benefits are charged to the statement of financial activities in the year in which they are incurred. Whilst a defined benefit scheme, the NHS Pension Scheme's liability for the charity is that of a defined contribution scheme. The funds are held separately from the Hospice's and the scheme is administered by the Government and therefore does not require the same level of disclosure as that of a benefit scheme by the charity.

The Company also makes defined contributions to the St David's Hospice Group Pension Plan. The funds are held separately from the Hospice's and administered by Standard Life.

**k) Finance and Operating Leases**

Rentals applicable to operating leases are charged to the SOFA over the period in which the costs are incurred. Assets purchased under finance lease are capitalised as fixed assets. Obligations under such agreements are included in creditors. The difference between the capitalised cost and the total obligation under the lease represents the finance charges. Finance charges are written off to the SOFA over the period of the lease so as to produce a constant periodic rate of charge.

**l) Irrecoverable VAT**

Irrecoverable VAT is analysed separately and included within the miscellaneous support costs allocated to charitable activities.

Hosbis Dewl Sant

St David's Hospice

Notes on Consolidated Financial Statements

For the year ended 31 December 2018

2 Income from donations and legacies

	2018	2017
	£	£
Donations and gifts	418,951	307,206
Grants	43,625	36,403
Legacies	750,732	1,419,607
	<u>1,213,308</u>	<u>1,763,216</u>

The total income in 2018 and 2017 was attributable to unrestricted funds

3 Income from charitable activities

	2018	2017
	£	£
Fundraising Income	436,513	418,968
Merchandising Income	1,476,306	912,778
	<u>1,912,819</u>	<u>1,331,746</u>

The Merchandising income is generated by the sale of donated goods and purchased goods through various Hospice Shops

The total income in 2018 and 2017 was attributable to unrestricted funds

4 Income from other trading activities

The charity owns the whole of the issued share capital of St David's Promotions Limited, a company registered in Wales, by way of 4 ordinary £1 shares with full voting rights. The subsidiary runs a lottery to raise funds for the benefit of the Hospice.

Profit & Loss Account for Subsidiary Company	2018	2017
	£	£
Turnover	579,797	607,981
Cost of Sales	(122,186)	(134,572)
Gross Profit	457,611	473,409
Admin Expenses	(156,657)	(194,415)
<b>Operating Profit</b>	<u>300,954</u>	<u>278,994</u>
Other interest receivable and similar income	254	48
Profit on ordinary activities before taxation	<u>301,208</u>	<u>279,042</u>
Amount donated to Hospice	(301,443)	(279,042)
Retained profit brought forward	<u>5,279</u>	<u>5,279</u>
<b>Retained profit carried forward</b>	<u>5,044</u>	<u>5,279</u>
<b>Represented by</b>		
Assets	195,247	254,367
Liabilities	(190,199)	(249,084)
	<u>5,048</u>	<u>5,283</u>
<b>Funds:</b>		
Share Capital	4	4
Reserves	5,044	5,279
	<u>5,048</u>	<u>5,283</u>

**Hosbls Dewi Sant  
St David's Hospice**

**Notes on Consolidated Financial Statements**

**For the year ended 31 December 2018**

<b>5</b>	<b>Investment and Other Income</b>	<b>2018</b>	<b>2017</b>
		<b>£</b>	<b>£</b>
	Investment Income	5,798	51
		<u>5,798</u>	<u>51</u>

<b>6</b>	<b>Other Income</b>	<b>2018</b>	<b>2017</b>
		<b>£</b>	<b>£</b>
	LHB Contract	136,226	133,140
	National Assembly/NHS Trust	356,572	357,911
		-	-
		<u>492,798</u>	<u>491,051</u>

<b>6a</b>	<b>Net (Outgoing) / Incoming Resources</b>	<b>2018</b>	<b>2017</b>
		<b>£</b>	<b>£</b>
	These are stated after charging/(crediting):		
	Auditors' Remuneration for Audit Services	7,500	6,250
	Amortisation of Government Grant	(25,000)	(25,000)
	Depreciation: Hospice Building	54,595	54,596
	Depreciation: Equipment, fixtures & vehicles	66,169	61,569
	Depreciation: Lottery equipment	248	248
	Depreciation; Holyhead project	395	-
	Operating lease rentals:		
	Other	165,864	174,063
		<u>165,864</u>	<u>174,063</u>

None of the Trustees received any remuneration or expenses during the year.  
Trustees indemnity insurance for the period in now Incorporated within the Hospice insurance policy and is not disclosed separately

**6b Surplus Income for the financial year**

As permitted by section 408 Companies Act 2006, the holding company's income and expenditure account has not been included in these financial statements. The result for the financial year is made up as follows:

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Holding company's result for the financial year	<u>339,965</u>	<u>645,188</u>

**Hosbis Dewi Sant  
St David's Hospice**

**Notes on Consolidated Financial Statements**

**For the year ended 31 December 2018**

7 Staff Costs	2018	2017
	£	£
Wages & Salaries	2,381,480	2,116,334
Social Security Costs	187,614	177,825
Pension Costs (See Note 7c)	124,824	119,973
Other Costs	21,981	19,964
	<u>2,715,899</u>	<u>2,434,096</u>

The following number of employees received emoluments of over £60,000:

	2018	2017
£60,000 - £69,999	2	2
£70,000 - £79,999	1	1

Pension costs for employees earning over £60,000:

	2018	2017
Money purchase scheme	1	1
NHS Superannuation scheme	2	2
	<u>3</u>	<u>3</u>

	2018	2017
	£	£
Money purchase scheme	4,200	2,510
NHS Superannuation scheme	14,154	19,640
	<u>18,354</u>	<u>22,150</u>

7b The average number of WTE employees, analysed by function was :	2018	2017
Medical, Nursing, Professional & Technical	47.3	46.4
Administration	12.5	13.6
Merchandising & Fundraising	49.2	27.8
Support staff	12.7	10.6
Lottery staff	8.3	8.9
Employed by the Company	<u>130.0</u>	<u>107.3</u>

**7c Pension schemes**

Nature of scheme	Cost		Outstanding contributions at the year end	
	2018	2017	2018	2017
	£	£	£	£
Money purchase scheme	46,032	38,421	2,641	6,189
NHS Superannuation scheme	78,806	81,552	-	11,606
	<u>124,838</u>	<u>119,973</u>	<u>2,641</u>	<u>17,795</u>

7d Aggregate employee benefits of;	2018	2017
	£	£
Key management personnel	<u>315,893</u>	<u>310,842</u>

The key management personnel are the members of the Senior Management Team, as described on page 4.

**Hosbbs Dewi Sant**  
**St David's Hospice**

**Notes on Consolidated Financial Statements**

**For the year ended 31 December 2018**

8 Expenditure	Charitable Activities £	Support costs allocated to charity activities	Merchandising £	Fundraising £	Lottery £	Hospice at Home £	2018 Total £	2017 Total £	Basis of Allocation
<b>Staff Costs</b>									
Medical, Nursing, P & T, Support Admin Personnel	1,678,231	-	-	-	-	-	1,678,231	1,623,538	Usage
	-	378,810	491,242	215,421	137,577	-	1,229,050	978,671	Usage
	<u>1,678,231</u>	<u>378,810</u>	<u>491,242</u>	<u>215,421</u>	<u>137,577</u>	<u>-</u>	<u>2,901,281</u>	<u>2,602,209</u>	
<b>Other Direct Costs</b>									
Medical, domiciliary & nursing	109,457	-	-	-	-	134,106	243,563	104,732	Direct
Merchandising and event costs	-	-	3,338	61,516	-	5,130	69,984	76,944	Direct
Prize monies & collection fees	-	-	-	-	122,186	-	122,186	134,572	Direct
	<u>109,457</u>	<u>-</u>	<u>3,338</u>	<u>61,516</u>	<u>122,186</u>	<u>139,236</u>	<u>435,733</u>	<u>316,248</u>	
<b>Premises Costs</b>									
Rents and Rates	-	-	206,099	-	-	75,027	281,126	174,063	Usage
Utility Costs	-	39,084	30,617	-	-	11,906	81,607	64,189	Usage
Maintenance & Renewals	-	49,481	15,228	-	-	14,612	79,321	91,577	Usage
Other	-	24,165	11,408	-	-	23,718	61,291	24,169	Usage
	<u>-</u>	<u>112,730</u>	<u>263,352</u>	<u>-</u>	<u>-</u>	<u>127,263</u>	<u>503,345</u>	<u>353,998</u>	
<b>Depreciation Costs</b>									
Depreciation	-	102,809	18,351	-	247	-	121,407	116,413	Usage
Amortisation of Government Grant	-	(25,000)	-	-	-	-	(25,000)	(25,000)	
	<u>-</u>	<u>77,809</u>	<u>18,351</u>	<u>-</u>	<u>247</u>	<u>-</u>	<u>96,407</u>	<u>91,413</u>	
<b>Other Overheads</b>									
Advertising & Promotion	-	25,200	90	471	1,520	1,725	29,006	36,779	Usage
Travel & vehicle	-	18,741	15,928	1,393	-	11,383	47,445	40,465	Usage
Education	-	8,737	-	-	-	-	8,737	21,807	Usage
Misc	-	142,345	39,366	8,167	15,563	63,373	268,814	216,465	Usage
	<u>-</u>	<u>195,023</u>	<u>55,384</u>	<u>10,031</u>	<u>17,083</u>	<u>76,480</u>	<u>354,001</u>	<u>315,516</u>	
	<u><u>1,787,688</u></u>	<u><u>764,372</u></u>	<u><u>831,667</u></u>	<u><u>286,968</u></u>	<u><u>277,093</u></u>	<u><u>342,980</u></u>	<u><u>4,290,768</u></u>	<u><u>3,679,384</u></u>	

**The staff costs of raising funds**

Fundraising, trading and merchandising Income is 57% of the total Income in 2018 at £2,492,616 (2017: £1,939,727: 46%)

The staff costs directly attributable is £844,240 in 2018 and 69% of administration costs (2017: £634,053; £65%)

Hosbis Dewi Sant

St David's Hospice

Notes on Consolidated Financial Statements

For the year ended 31 Decemeber 2018

9 Tangible Fixed Assets - Group

	Total	Freehold Land and Buildings	Motor Vehicles	Hosplice Furniture Flxtures & Equipment	Shop Fixtures	Holyhead Project	Lottery Equipment
	£	£	£	£	£	£	£
<b>Cost:</b>							
At 1 January 2018	3,692,823	2,729,800	56,763	698,179	200,370		7,711
Additions	72,474		35,375	20,476	15,044	1,579	-
Disposals	-						
At 31 December 2018	<u>3,765,297</u>	<u>2,729,800</u>	<u>92,138</u>	<u>718,655</u>	<u>215,414</u>	<u>1,579</u>	<u>7,711</u>
<b>Depreciation:</b>							
At 1 January 2018	1,515,023	746,071	41,943	577,898	142,014	-	7,097
Charge for period	121,406	54,595	12,630	35,188	18,351	395	247
At 31 December 2018	<u>1,636,429</u>	<u>800,666</u>	<u>54,573</u>	<u>613,086</u>	<u>160,365</u>	<u>395</u>	<u>7,344</u>
<b>Net Book Value:</b>							
At 31 December 2018	<u>2,128,868</u>	<u>1,929,134</u>	<u>37,565</u>	<u>105,569</u>	<u>55,049</u>	<u>1,184</u>	<u>367</u>
At 31 December 2017	<u>2,177,800</u>	<u>1,983,729</u>	<u>14,820</u>	<u>120,281</u>	<u>58,356</u>	<u>-</u>	<u>614</u>

Tangible Fixed Assets - Charity

	Total	Freehold Land and Buildings	Motor Vehides	Hosplice Furniture Flxtures & Equipment	Shop Fixtures	Holyhead Project
	£	£	£	£	£	£
<b>Cost:</b>						
At 1 January 2018	3,685,112	2,729,800	56,763	698,179	200,370	-
Additions	72,474		35,375	20,476	15,044	1,579
At 31 December 2018	<u>3,757,586</u>	<u>2,729,800</u>	<u>92,138</u>	<u>718,655</u>	<u>215,414</u>	<u>1,579</u>
<b>Depreciation:</b>						
At 1 January 2018	1,507,926	746,071	41,943	577,898	142,014	-
Charge for period	121,159	54,595	12,630	35,188	18,351	395
At 31 December 2018	<u>1,629,085</u>	<u>800,666</u>	<u>54,573</u>	<u>613,086</u>	<u>160,365</u>	<u>395</u>
<b>Net Book Value:</b>						
At 31 December 2018	<u>2,128,501</u>	<u>1,929,134</u>	<u>37,565</u>	<u>105,569</u>	<u>55,049</u>	<u>1,184</u>
At 31 December 2017	<u>2,177,186</u>	<u>1,983,729</u>	<u>14,820</u>	<u>120,281</u>	<u>58,356</u>	<u>-</u>

Hosbis Dewi Sant

St David's Hospice

Notes on Consolidated Financial Statements

For the year ended 31 December 2018

10 Fixed Asset Investments - Group and charity

	2018	2017
	£	£
Market Value as at 1 January 2018	1,987,337	2,006,810
Additions	300,000	
Withdrawals		- 150,000
Net unrealised investment gains / (losses)	(50,682)	130,527
Market Value as at 31 December 2018	<u>2,236,655</u>	<u>1,987,337</u>
Cost of Investments as at 31 December 2018	<u>2,182,659</u>	<u>1,787,816</u>

	2018	2018	2017	2017
	UK	Overseas	UK	Overseas
	£	£	£	£
Investments are represented by:				
Investments listed on recognised stock exchanges	1,075,558	375,183	1,430,455	439,633
Cash	785,922		117,249	
	<u>1,861,480</u>	<u>375,183</u>	<u>1,547,704</u>	<u>439,633</u>
		<u>2,236,663</u>		<u>1,987,337</u>

The charity figure Includes a £4 Investment being the issued share capital in St David's Promotions Limited.

Holdings of more than 20%

The charity holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held	
		Class	%
<b>Subsidiary undertakings</b>			
St David's Promotions Limited	England and Wales	Ordinary	100

The principal activity of St David's Promotions Limited for the last relevant financial period was that of the running of a lottery to raise funds for the benefit of the Hospice.

11 Debtors

	Group	Charity	Group	Charity
	2018	2018	2017	2017
	£	£	£	£
Amounts falling due within one year:				
Inter company debtor- Hospice at Home	634,095	634,095		
St David's Promotions Limited	-	55,603	-	123,201
The National Assembly / NHS Trust	9,756	9,756	10,138	10,138
Legacy Debtors	621,270	621,270	1,130,724	1,130,724
Other Debtors	121,327	110,743	40,096	38,065
Prepayments	13,503	13,503	24,848	23,843
	<u>1,399,951</u>	<u>1,444,970</u>	<u>1,205,806</u>	<u>1,325,971</u>

St David's Promotions Limited is the wholly owned subsidiary trading as a lottery company for the benefit of St David's Hospice.

12 Creditors: amounts falling due within one year

	Group	Charity	Group	Charity
	2018	2018	2017	2017
	£	£	£	£
Trade Creditors	106,162	90,690	64,719	54,221
Other Creditors	75,287	75,287	38,683	23,611
Misc Creditor	25,056	25,056	-	-
Taxation and social security costs	61,295	59,335	65,472	65,472
Deferred Income	117,163	-	100,313	
Accruals	-	-	10,465	10,465
	<u>384,963</u>	<u>250,368</u>	<u>279,652</u>	<u>153,769</u>

Deferred income relates to lottery stakes received in advance by St David's Promotions Limited. These are released to the profit and loss account as and when players are entered into the weekly cash prize draw.

**Hosbis Dewi Sant  
St David's Hospice**

**Notes on Consolidated Financial Statements**

**For the year ended 31 December 2018**

**13 Welsh Government Grant**

	Group 2018 £	Charity 2018 £	Group 2017 £	Charity 2017 £
<b>Received and receivable:</b>				
At 1 January 2018	250,000	250,000	250,000	250,000
Receivable during year	-	-	-	-
At 31 December 2018	<u>250,000</u>	<u>250,000</u>	<u>250,000</u>	<u>250,000</u>
<b>Amortisation:</b>				
At 1 January 2018	125,000	125,000	100,000	100,000
Credit to statement of financial activities	25,000	25,000	25,000	25,000
At 31 December 2018	<u>150,000</u>	<u>150,000</u>	<u>125,000</u>	<u>125,000</u>
<b>Net balance at 31 December 2018</b>	<u>100,000</u>	<u>100,000</u>	<u>125,000</u>	<u>125,000</u>

The Government grant disclosed above has been offset against the expenditure to which it relates. The grant is repayable, in whole or part, if the grantor considers certain terms or conditions of the grant are not being fulfilled.

**14 Statement of Funds**

	At 1 January 2018 £	Income £	Expenditure £	Investment gains/losses	Transfers £	At 31 December 2018 £
<b>Unrestricted Funds</b>						
General fund						
Charity	5,555,869	3,624,469	(4,013,675)	(50,682)	780,088	5,896,069
Subsidiary	5,279	580,051	(277,093)		(303,193)	5,044
<b>Group general fund</b>	<u>5,561,148</u>	<u>4,204,520</u>	<u>(4,290,768)</u>	<u>(50,682)</u>	<u>476,895</u>	<u>5,901,113</u>

**Analysis of Net Assets between Funds**

	Unrestricted Funds £	Restricted Funds £	Total £
Fund balances at 31 December 2018 are represented by:			
Tangible fixed assets	2,128,868		2,128,868
Investments	2,236,655		2,236,655
Net current assets	1,535,590	-	1,535,590
	<u>5,901,113</u>	<u>-</u>	<u>5,901,113</u>

**Hosbis Dewi Sant**  
**St David's Hospice**

**Notes on Consolidated Financial Statements**

**For the year ended 31 December 2018**

**15 Capital Commitments**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Authorised but not contracted for	<u>-</u>	<u>-</u>

St David's Hospice had no capital commitments, either authorised or contracted for, as at 31 December 2018

**16 Post Year End Legacies**

The Hospice has not been notified of any significant legacies as at the year end which have not been accrued for in these accounts.

**17 Lease Commitments**

The leases for the shop in Llanrwst is re-negotiated on an annual basis and the remainder of the leases expire as follows;

Colwyn Bay (34 Penrhyn Road) February '22, Porthmadog March '21, Distribution Centre (8 Builder Street) July '23, Rhos on Sea September '20, Llandundo October '28, Pwllheli April '20, Criccieth October '20, Benllech June '20, Harlech January '20, Llandundo Junction July '23, Conwy Jan '21, Craig Y Don (14 Queens Road) July '19, Beaumarls April '21, Craig Y Don (21 Queens Road) May '21, Colwyn Bay (Station Road) May '19, Mochdre Distribution Centre May '22, Blaenau Ffestiniog February '23, Bala January '24, Amlwch Distribution Centre June '19, Bangor August '23, Dolgellau (Siop Fach) June '19, Dolgellau (Harri's) September '21, Pwllheli May '19, Llanfair PG June '20, Menai Bridge October '23, Valley March '22, Llangefni April '20,

During the year The Hospice leased two cars under an operating lease agreement, the total future minimum lease payments under non-cancellable operating leases are disclosed below.

At 31 December 2018, the company had annual commitments under non-cancellable operating leases as follows:

	<b>Land and Buildings</b>		<b>Other</b>	
	<b>2018</b>	<b>2017</b>	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Expiry Date:</b>				
Within one Year	267,155	140,503	34,672	25,994
Between one and five years	687,541	173,432	70,774	75,117
More than five years	-	-	-	-

**Hosbis Dewi Sant**  
**St David's Hospice**

**Notes on Consolidated Financial Statements**

**For the year ended 31 December 2018**

**18 Related Parties**

St David's Promotions Limited is a wholly owned subsidiary of St David's Hospice. During the year, St David's Promotions Limited donated £301,443 (2017: £279,042) to St David's Hospice.

Balances due from St David's Promotions Limited to St David's Hospice at the year end in respect of these transactions amounted to £55,605 (2017: £123,201).

**19 Controlling party**

St David's Hospice group is controlled by the Trustees.

**20 Cash generated from operations**

	<b>Total 2018</b>	<b>Total 2017</b>
	<b>£</b>	<b>£</b>
Net Income for the year	390,647	514,661
<b>Elimination of non-operating cashflows:</b>		
Investment Income	(5,798)	(51)
Depreciation of tangible fixed assets	121,406	116,413
Amortisation credited to Statement of Financial Activities	(25,000)	(25,000)
<b>Operating cashflows before movements in working capital</b>	<b>481,255</b>	<b>606,023</b>
(Increase) / Decrease in Stock	(629)	2,978
(Increase) / Decrease In Debtors	(194,145)	(515,118)
Increase / (Decrease) in Creditors	105,311	38,759
Net investment (gains)/losses	50,682	(130,527)
<b>Cash generated from operations</b>	<b>442,474</b>	<b>2,115</b>