

**HOSPICE CARE FOR BURNLEY AND PENDLE
FINANCIAL STATEMENTS
FOR
31 MARCH 2001**

Company Registration Number 2280991

Registered Charity Number 700993



P M & M
Chartered Accountants & Registered Auditors
83 Bank Parade
Burnley
Lancs
BB11 1UG

HOSPICE CARE FOR BURNLEY AND PENDLE

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2001

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HOSPICE CARE FOR BURNLEY AND PENDLE

THE DIRECTORS' REPORT

YEAR ENDED 31 MARCH 2001

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 March 2001.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company is to promote and provide Hospice Care facilities in Burnley and Pendle for those with terminal illness.

This includes Home Care, Day Care, and in-patient facilities with appropriate support for families and carers.

We operate from our purpose built Hospice premises in Reedley (known as Pendleside) and we rely very heavily upon continuing and loyal support from the local communities. Without such generous support and commitment to help us raising money to met our ongoing running costs, we would be unable to maintain our current level of services. That this support continues to be given is testimony to the quality of care, which we provide and which is so much appreciated by all those who benefit from it. It is this wonderful care which encourages so many people to give freely and voluntarily of their time and talents to the Hospice, whether working as volunteers in the Hospice itself, in one of our seven charity shops or as members of our own fundraising groups.

In the past year we have needed to replace our first ambulance vehicle, which has given eight years service to our patients but which is still being used to collect and deliver goods to our shops. Local firms and groups have made an extra effort to sponsor the extra cost of this new vehicle, which is a tremendous help to us.

We have also been very fortunate to have been promised £15,000 from the estate of the late Mr John Whittle, with which after agreement with Colne Rotary Club, who are administering the bequest, we have agreed to build a conservatory on the in-patient wing of the Hospice.

Each year there is something new to report and the particular highlight in the past year has been the successful launch of our Hospice Lottery.

The first draw took place on the 12th May 2000 and by the end of March 2001 we had 5250 members regularly taking part and generating a very welcome boost to our annual income. This initiative was seen as essential as the three-year National Lottery Grant given to support our Hospice at Home Day-Care service has now come to an end. As this service has proved so valuable we have committed ourselves to it, so long as we can find sufficient monies to do so.

HOSPICE CARE FOR BURNLEY AND PENDLE

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MARCH 2001

During the year a bid to the New Millennium Fund to extend the Hospice Home Service to night time cover was successfully made and from the beginning of January we started to recruit staff to bring this extended service into operation from April 1st. Again, this grant is for a limited period of three years and the number of people we can help will be subject to some budgetary constraint.

There is little doubt that many people would choose to be cared for in their own homes if staff and funds could be found, but that is not yet the case from either National Health or Social Services resources.

The year has seen some changes in the people directly involved in the running of the Hospice.

At the Annual General Meeting held in November our Honorary Treasurer, Mr J.T. Jones, resigned his post after over 10 years voluntary service, most ably and willingly given. He has been succeeded by Mr Harry Tuley, who brings a wealth of experience from industry and commerce to this very important role, which has become more demanding as the work done by the Hospice has increased.

To ensure our financial management and controls are in good order we have now contracted out some of the financial duties to Kneeshaw Moffatt, a local firm of Chartered Accountants. They and our Auditors are providing very valuable and necessary help to us.

We have been fortunate in obtaining a grant of £20,000 of additional funding from East Lancs Health Authority to expand our computer and information technology systems and work on this is taking place under the supervision of Mr David Brown, who has joined the Executive Committee in the last year.

Another newcomer to the Executive Committee is Mrs Margaret Monckton, who is able and willing to give much practical advice, help and guidance in areas of employment law, committee procedures and social security skills. Both these new Trustees are active participants in the community and bring enthusiasm and welcome support to our work.

Mr Fred Whitworth, who has been one of our hard working original Board Members, has now resigned his membership but continues to make available to us his practical experience and knowledge as our Honorary Architect and for this we are most grateful.

Other changes during the year have included the resignation of Mark Sandamas, our Appeals and Marketing Manager, who had worked for us on a part-time contract for three years, but who has now taken up a full time post elsewhere. He has gone with our good wishes and the necessary steps to reorganise the staff and this department are currently under review.

Our first Hospice Medical Advisor, Dr Ian Maudsley, regrettably found that the work needed in the Hospice was becoming more demanding than his commitment to his own practice could justifiably sustain and it was with mutual regret that he resigned in November. He is continuing to help on a rota basis with other doctors to provide some weekend and holiday cover for Dr Susan Corkhill, who has now been appointed to succeed him and who we are very pleased to welcome.

HOSPICE CARE FOR BURNLEY AND PENDLE

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MARCH 2001

All Hospices are encouraged to work in collaboration with Primary Health Care Services and other local hospitals in providing and developing palliative and cancer care services. We continue to do our best to be accepted as an integral player in the provision of these services, with much to offer and we hope to make progress with the other agencies involved in the coming months.

To our excellent staff and all our volunteers we record our appreciation and thanks.

RESULTS

The trading results for the year, and the company's financial position at the end of the year are shown in the attached financial statements.

The directors have not recommended a dividend.

DIRECTORS

The directors who served the company during the year were as follows:

Miss M B Jobling	
Mrs J Ashworth	
Mrs P Baxter	
Mrs M Cadman	
Dr K Cooper	
Mr J T Jones	
Dr E Lockwood	
Mr D A Smith	
Mrs B Snell	
Mr T Taylor	
Mr H Tuley	
Miss E Ramsbottom	
Mr F Chadwick	
Mrs M Monckton	(Appointed 2 November 2000)
Mr F Whitworth	(Retired 2 November 2000)
Mr M Duari	(Retired 2 October 2000)

Mr D Brown was appointed as a director on 25 June 2001.

Dr K Cooper passed away in September 2001.

RETIREMENT OF DIRECTORS

The following directors are to retire from the board in accordance with the Articles of Association and, being eligible, offer themselves for re-appointment:

Mr J T Jones
 Dr E Lockwood
 Mr D A Smith
 Mr T Taylor
 Mr H Tuley

HOSPICE CARE FOR BURNLEY AND PENDLE

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MARCH 2001

FIXED ASSETS

In the opinion of the directors there is no significant difference between the market value and the book value of the companies interest in land and buildings.

LIABILITY OF MEMBERS

The liability of each member by way of their guarantee to the company is to contribute a sum not exceeding one pound to the assets of the company if so required on the winding up of the company.

RESERVES POLICY

Accumulated Unrestricted Income Funds, represented by liquid assets and investments, will initially be held in reserve to provide funds for:-

- 1) Proposed Capital Expenditure required over the ensuing twelve months in respect of continuing activities.
- 2) Operating reserve, representing cover for any budgeted operating deficit for the ensuing twelve months continuing services, together with a contingency reserve for the period equal to two thirds of the budgeted income.

Thereafter, as and when any surplus funds accumulate, they will be held in reserve to form the financial basis for further development and extension of services for the benefit of the terminally ill in the area.

Unrestricted reserves held at the year end amount to £687,225.

COMPLIANCE STATEMENT

The financial statements comply with current statutory requirements and with the requirements of the charity's memorandum and articles of association.

VOLUNTARY HELP

The financial statements exclude costs for voluntary help which cannot be quantified.

HOSPICE CARE FOR BURNLEY AND PENDLE
STATEMENT OF DIRECTORS' RESPONSIBILITIES
YEAR ENDED 31 MARCH 2001

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the year and of the surplus or deficiency for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on pages 11 to 12, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. The directors are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

A resolution to re-appoint P M & M as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Registered office:
Pendleside
Colne Road
Reedley
Burnley

Signed on behalf of the directors



D A Smith
Director

Approved by the directors on 12th November 2001

HOSPICE CARE FOR BURNLEY AND PENDLE
AUDITORS' REPORT TO THE MEMBERS
YEAR ENDED 31 MARCH 2001

We have audited the financial statements on pages 7 to 21 which have been prepared under the historical cost convention, as modified by the revaluation of investments and the accounting policies set out on pages 11 to 12.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

As described on page 5, the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards 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 directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company'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 of the state of the company's affairs as at 31 March 2001 and of the deficit of the company for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

P M & M
Chartered Accountants
& Registered Auditors
83 Bank Parade
Burnley
Lancs
BB11 1UG

12th November 2001

P M, M

HOSPICE CARE FOR BURNLEY AND PENDLE
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31 MARCH 2001

	Note	Unrestricted £	2001 Restricted £	Total £	2000 Total £
INCOMING RESOURCES					
Subscriptions, donations and gifts		254,660	-	254,660	228,372
Legacies received		65,340	-	65,340	54,832
Receipts from fundraising events		75,100	-	75,100	71,968
National Lottery		-	99,000	99,000	131,937
E L Health Authority		231,335	-	231,335	192,446
NOF Grant		-	36,578	36,578	-
Investment income	2	42,966	-	42,966	41,084
Trading activities	3	164,009	-	164,009	153,816
Other income	4	6,810	-	6,810	5,015
Hospice lottery	5	73,280	-	73,280	-
Total Incoming Resources		<u>913,500</u>	<u>135,578</u>	<u>1,049,078</u>	<u>879,470</u>
RESOURCES EXPENDED					
Direct charitable expenditure:					
Pendleside Hospice - operating expenditure	6	772,154	14,061	786,215	701,644
Home care support	7	20,439	-	20,439	18,448
Hospice at home	8	-	121,517	121,517	107,225
Transport	9	41,494	-	41,494	27,982
Fundraising and publicity	10	55,210	-	55,210	43,598
Management and administration of the charity	11	17,337	-	17,337	13,200
		<u>906,634</u>	<u>135,578</u>	<u>1,042,212</u>	<u>912,097</u>
NET INCOMING/OUTGOING RESOURCES FOR THE YEAR					
		6,866	-	6,866	(32,627)
Unrealised deficit on investments		(10,649)	-	(10,649)	(15,785)
Realised surplus on investments		3,431	-	3,431	-
Transfer between funds		-	-	-	-
NET MOVEMENT IN FUNDS		<u>(352)</u>	<u>-</u>	<u>(352)</u>	<u>(48,412)</u>
Balance brought forward		1,914,059	20,000	1,934,059	1,982,471
BALANCE CARRIED FORWARD		<u>1,913,707</u>	<u>20,000</u>	<u>1,933,707</u>	<u>1,934,059</u>

HOSPICE CARE FOR BURNLEY AND PENDLE
SUMMARY INCOME AND EXPENDITURE ACCOUNT
YEAR ENDED 31 MARCH 2001

	Note	2001 £	2000 £
Gross income of continuing operations		1,006,112	838,386
Total expenditure of continued operations		<u>(1,042,212)</u>	<u>(912,097)</u>
NET DEFICIT FOR THE YEAR BEFORE INVESTMENTS		(36,100)	(73,711)
Investment income		42,966	41,084
Other recognised gains and losses		(7,218)	(15,785)
OPERATING DEFICIT FOR THE YEAR		<u><u>(352)</u></u>	<u><u>(48,412)</u></u>

HOSPICE CARE FOR BURNLEY AND PENDLE

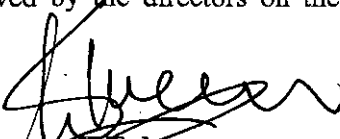
BALANCE SHEET

31 MARCH 2001

	Note	2001 £	2000 £
FIXED ASSETS			
Tangible assets	14	1,226,482	1,255,482
Investments	15	508,413	579,197
		<u>1,734,895</u>	<u>1,834,679</u>
CURRENT ASSETS			
Stocks	16	1,499	-
Debtors	17	16,791	29,192
Cash at bank and in hand		212,706	98,794
		<u>230,996</u>	<u>127,986</u>
CREDITORS: Amounts falling due within one year	18	<u>(32,184)</u>	<u>(28,606)</u>
NET CURRENT ASSETS		198,812	99,380
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,933,707</u>	<u>1,934,059</u>
FUNDS			
Restricted		20,000	20,000
Designated funds	20	1,226,482	1,255,482
Income and expenditure account		687,225	658,577
	21	<u>1,933,707</u>	<u>1,934,059</u>

These financial statements were approved by the directors on the 12th November 2001, and are signed on their behalf by:


D A Smith


H Tuley

HOSPICE CARE FOR BURNLEY AND PENDLE

CASH FLOW STATEMENT

YEAR ENDED 31 MARCH 2001

	Note	2001 £	2000 £
NET CASH INFLOW FROM OPERATING ACTIVITIES	22	102,546	34,742
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT			
Payments to acquire tangible fixed assets		(48,769)	(34,495)
Acquisition of investments		(918)	(22,868)
Disposal of investments		61,053	-
NET CASH INFLOW/(OUTFLOW) FOR CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT		11,366	(57,363)
INCREASE/(DECREASE) IN CASH	23	<u>113,912</u>	<u>(22,621)</u>

HOSPICE CARE FOR BURNLEY AND PENDLE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2001

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, as modified by the valuation of investments at market value, and in accordance with applicable accounting standards and the Statement of Recommended Practice on Accounting by Charities 1995.

Legacies and donated assets

These are credited to the general fund only to the extent that monies or assets have been received.

Gifts in kind

These are credited to the general fund at a reasonable estimate of the value to the charity.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Land	- Nil
Buildings	- 50 years
Fixtures, fittings and equipment	- 5 years
Motor vehicles	- 4 years

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Operating lease agreements

Rentals applicable to operating leases where substantially all the benefits and risks of ownership remain with the lessor are reflected in the Statement of Financial Activities as incurred.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the Statement of Financial Activities.

HOSPICE CARE FOR BURNLEY AND PENDLE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2001

1. ACCOUNTING POLICIES *(continued)*

Investments

Fixed asset investments are included in the financial statements at market value.

Trading activities

These relate to the sale of donated goods through local "charity" shops and sale of Christmas cards, calendars, etc.

Grants received

Grants are credited to the statement of financial activities only to the extent that monies or assets have been received.

Unrestricted funds

Unrestricted funds are income and expenditure relating to the core activities of the charity.

Restricted funds

Restricted funds are income and expenditure for which specific funding has been given in the year.

HOSPICE CARE FOR BURNLEY AND PENDLE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2001

2. INVESTMENT INCOME

	2001 £	2000 £
Dividends received	22,478	18,506
Bank interest receivable	4,300	4,270
Building society interest receivable	16,188	18,308
	<u>42,966</u>	<u>41,084</u>

3. TRADING ACTIVITIES

	2001 £	2000 £
Christmas cards, calendars, etc		
Gross receipts	9,313	17,518
Purchase costs	(6,608)	(10,192)
	<u>2,705</u>	<u>7,326</u>
Charity shops		
Gross receipts	225,255	203,732
Operating lease rentals	(43,774)	(39,658)
Rates	(3,095)	(3,112)
Electricity, water and telephone	(6,998)	(7,963)
Repairs and maintenance	(2,626)	(390)
Insurance	(1,260)	(1,232)
Stationery, bags, tickets, etc	(1,605)	(1,260)
Incidental expenses	(2,242)	(2,870)
Legal expenses	(1,104)	(757)
Motor and travel expenses	(1,247)	-
	<u>161,304</u>	<u>146,490</u>
Net profit	<u>164,009</u>	<u>153,816</u>

4. OTHER INCOME

	2001 £	2000 £
Room hire	3,311	2,340
Catering	2,298	2,262
Medical services	328	200
Sundry income	873	213
	<u>6,810</u>	<u>5,015</u>

HOSPICE CARE FOR BURNLEY AND PENDLE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2001

5. HOSPICE LOTTERY

	2001 £	2000 £
Income		
Hospice lottery income	209,973	-
	<u>209,973</u>	<u>-</u>
Expenditure		
Bureau costs	5,914	-
Salary costs	31,033	-
Prize money	70,500	-
Marketing	10,546	-
Incidental expenses	687	-
Travelling expenses	1,989	-
Printing and postage	7,095	-
Rates	185	-
Rent	3,958	-
Recruitment	506	-
Repairs and maintenance	1,731	-
Gas, water and electric	524	-
Telephone	2,025	-
	<u>136,693</u>	<u>-</u>
Net profit	<u>73,280</u>	<u>-</u>

HOSPICE CARE FOR BURNLEY AND PENDLE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2001

6. PENDLESIDE HOSPICE - OPERATING EXPENDITURE

		2001 £	2000 £
Nursing			
Salary costs	443,641	408,423	
Chaplain	3,500	1,614	
Medical officer	22,486	13,119	
		469,627	423,156
Accommodation			
Water	2,337	2,000	
Gas and electricity	10,914	11,776	
Repairs, renewals and maintenance	18,466	13,798	
		31,717	27,574
Administration			
Salary costs	58,029	50,824	
Telephone	5,626	5,261	
Insurance	5,211	4,948	
Stationery, postage and sundries	7,246	7,152	
Registration fees	746	797	
Incidental expenses	458	577	
Financial services	3,855	1,925	
Computer and equipment maintenance	1,667	1,448	
Journals etc	658	628	
		83,496	73,560
Staff			
Recruitment	3,582	4,598	
Travelling expenses	1,056	2,998	
Training	2,762	6,702	
Uniforms, etc	1,699	2,605	
		9,099	16,903
Medical			
Drugs, etc	5,544	5,329	
Nursing aids	612	2,215	
Specialist services	-	206	
Equipment hire and maintenance	3,732	1,960	
		9,888	9,710
Household			
Salary costs	15,313	15,676	
Laundry	216	337	
Bed linen, etc	135	118	
Cleaning materials, etc	5,453	5,032	
Contract services	5,177	5,033	
		26,294	26,196

HOSPICE CARE FOR BURNLEY AND PENDLE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2001

6. PENDLESIDE HOSPICE - OPERATING EXPENDITURE *(continued)*

Catering

Salary costs	6,499	38,340	
Consumables	12,034	23,024	
Equipment and sundries	244	722	
Catering contract	<u>73,318</u>	<u>-</u>	
		92,095	62,086

Depreciation

Freehold buildings	21,633	21,395	
Furniture, furnishings and equipment	<u>42,366</u>	<u>41,064</u>	
		63,999	62,459
		<u>786,215</u>	<u>701,644</u>

7. HOME CARE SUPPORT

	2001	2000
	£	£
Salary costs	18,079	16,976
Volunteers expenses	<u>2,360</u>	<u>1,472</u>
	<u>20,439</u>	<u>18,448</u>

8. HOSPICE AT HOME

	2001	2000
	£	£
Salary costs	107,705	100,426
Staff travel expenses	7,938	6,799
Telephone	580	-
Incidental expenses	323	-
Recruitment	4,576	-
Uniforms etc	<u>395</u>	<u>-</u>
	<u>121,517</u>	<u>107,225</u>

9. TRANSPORT

	2001	2000
	£	£
Salary costs	21,352	17,739
Vehicle expenses	6,222	3,848
Other expenses	150	40
Depreciation	<u>13,770</u>	<u>6,355</u>
	<u>41,494</u>	<u>27,982</u>

10. FUNDRAISING AND PUBLICITY

	2001	2000
	£	£
Salary costs	29,205	28,742
Publicity, brochures, etc	8,378	1,227
Events expenditure	17,627	13,576
Other expenses	<u>-</u>	<u>53</u>
	<u>55,210</u>	<u>43,598</u>

HOSPICE CARE FOR BURNLEY AND PENDLE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2001

11. ADMINISTRATION EXPENSES

	2001	2000
	£	£
Salary costs	6,448	5,647
Audit	2,644	1,058
Insurance	1,740	1,650
Financial services	3,855	1,925
Incidental expenses	15	310
Office sundries, postage, etc	2,635	2,610
	<u>17,337</u>	<u>13,200</u>

12. PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial year amounted to:

	2001	2000
	No.	No.
Number of nursing staff - inpatient	36	28
- day care	6	6
- hospice at home	10	8
- chaplain and medical officer	2	2
Number of transport staff	2	2
Number of home care support staff	1	1
Number of lottery staff	2	-
Number of administration staff and general manager	5	4
Number of ancillary	4	6
Number of fundraising staff	3	2
	<u>71</u>	<u>59</u>

The aggregate payroll costs of the above were:

	2001	2000
	£	£
Wages and salaries	703,038	642,180
Social security costs	44,224	39,651
Other pension costs	16,029	15,696
	<u>763,291</u>	<u>697,527</u>

The directors received expenses during the year amounting to £361 (2000 £295).

13. OPERATING SURPLUS/DEFICIT

Operating surplus/deficit is stated after charging:

	2001	2000
	£	£
Directors' emoluments	-	-
Depreciation	77,769	68,814
Auditors remuneration	<u>2,644</u>	<u>1,058</u>

HOSPICE CARE FOR BURNLEY AND PENDLE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2001

14. TANGIBLE FIXED ASSETS

	Freehold land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
COST				
At 1 April 2000	1,218,899	221,457	40,541	1,480,897
Additions	12,761	6,373	29,635	48,769
At 31 March 2001	<u>1,231,660</u>	<u>227,830</u>	<u>70,176</u>	<u>1,529,666</u>
DEPRECIATION				
At 1 April 2000	63,022	128,257	34,136	225,415
Charge for the year	21,633	42,366	13,770	77,769
At 31 March 2001	<u>84,655</u>	<u>170,623</u>	<u>47,906</u>	<u>303,184</u>
NET BOOK VALUE				
At 31 March 2001	<u>1,147,005</u>	<u>57,207</u>	<u>22,270</u>	<u>1,226,482</u>
At 31 March 2000	<u>1,155,877</u>	<u>93,200</u>	<u>6,405</u>	<u>1,255,482</u>

The net book value of freehold land and buildings comprises:

	2001 £	2000 £
Land	150,000	150,000
Buildings	997,005	1,005,877
	<u>1,147,005</u>	<u>1,155,877</u>

Non depreciable assets included in freehold land and buildings amounted to £150,000 (2000 - £150,000).

All tangible fixed assets are held for direct charitable purposes.

Capital commitments

	2001 £	2000 £
Contracted but not provided for in the accounts	-	<u>4,380</u>

HOSPICE CARE FOR BURNLEY AND PENDLE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2001

15. FIXED ASSET INVESTMENTS

	Bank and building society balances	Quoted investments	Total
	£	£	£
MARKET VALUE			
At 1 April 2000	299,156	280,041	579,197
Additions	918	-	918
Disposals	(50,000)	(11,053)	(61,053)
Revaluation of investments	-	(10,649)	(10,649)
At 31 March 2001	<u>250,074</u>	<u>258,339</u>	<u>508,413</u>
HISTORICAL COST			
At 31 March 2001	<u>250,074</u>	<u>280,395</u>	<u>530,469</u>
At 31 March 2000	<u>299,156</u>	<u>295,289</u>	<u>594,445</u>

All quoted investments are listed on the UK Stock Exchange.

16. STOCKS

	2001 £	2000 £
Stock of christmas cards	<u>1,499</u>	-

17. DEBTORS

	2001 £	2000 £
Prepayments and accrued income	<u>16,791</u>	<u>29,192</u>

18. CREDITORS: Amounts falling due within one year

	2001 £	2000 £
Other creditors including taxation:		
VAT	789	-
Accruals and deferred income	<u>31,395</u>	<u>28,606</u>
	<u>32,184</u>	<u>28,606</u>

HOSPICE CARE FOR BURNLEY AND PENDLE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2001

19. COMMITMENTS UNDER OPERATING LEASES

At 31 March 2001 the company had annual commitments under non-cancellable operating leases as set out below.

	Land & Buildings	
	2001	2000
	£	£
Operating leases which expire:		
Within 1 year	5,250	-
Within 2 to 5 years	21,120	16,250
After more than 5 years	11,500	21,893
	<u>37,870</u>	<u>38,143</u>

20. DESIGNATED FUNDS

	2001	2000
	£	£
Charitable property and fixed assets:		
Balance brought forward	1,255,482	1,289,801
Transfer to the Statement of Financial Activities	(29,000)	(34,319)
	<u>1,226,482</u>	<u>1,255,482</u>

21. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	2001	2000
	£	£
Unrestricted Funds		
Investments	488,413	559,197
Current assets	230,996	127,986
Creditors: Amounts falling due within one year	(32,184)	(28,606)
	<u>687,225</u>	<u>658,577</u>
Restricted Funds		
Investments	<u>20,000</u>	<u>20,000</u>
Designated Funds		
Fixed Assets	<u>1,226,482</u>	<u>1,255,482</u>

The permanent endowment fund of £20,000 is known as the Frank Houghton Fund. Income is to be applied towards the general running costs of the charity.

HOSPICE CARE FOR BURNLEY AND PENDLE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2001

22. RECONCILIATION OF CHANGES IN RESOURCES TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2001 £	2000 £
Net incoming/(outgoing) resources before revaluations	6,866	(32,627)
Depreciation	77,769	68,814
Gain on sale of investments	3,431	-
Increase in stocks	(1,499)	-
Decrease/(Increase) in debtors	12,401	(23,429)
Increase in creditors	3,578	21,984
Net cash inflow from operating activities	<u>102,546</u>	<u>34,742</u>

23. RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS

	2001 £	2000 £
Increase/(Decrease) in cash in the period	113,912	(22,621)
Movement in net funds in the period	<u>113,912</u>	<u>(22,621)</u>
Net funds at 1 April 2000	<u>98,794</u>	<u>121,415</u>
Net funds at 31 March 2001	<u>212,706</u>	<u>98,794</u>

24. ANALYSIS OF CHANGES IN NET FUNDS

	At 1 Apr 2000 £	Cash flows £	At 31 Mar 2001 £
Net cash:			
Cash in hand and at bank	98,794	113,912	212,706
Net funds	<u>98,794</u>	<u>113,912</u>	<u>212,706</u>