

<p>Subject:</p>	<p>Charitable Funds Activity</p>
<p>Prepared by: Sponsored by: Presented by:</p>	<p>Katie Lumsden, Charitable Funds Accountant Peter Mellor, Company Secretary Peter Mellor, Company Secretary</p>
<p>Purpose of paper</p> <p><i>Why is this paper going to the Trust Board?</i></p>	<p>Regular Reporting For Information / Awareness</p>
<p>Key points for Trust Board members</p> <p><i>Briefly summarise in bullet point format the main points and key issues that the Trust Board members should focus on including conclusions and proposals</i></p>	<p>To update the Trust Board, in their capacity as Trustee, on recent charity activity.</p> <p>The report provides information on total funds, income, expenditure and the Rocky Appeal for October 2012, along with Investment information.</p>
<p>Options and decisions required</p> <p><i>Clearly identify options that are to be considered and any decisions required</i></p>	<p>To note and receive the report.</p>
<p>Next steps / future actions:</p> <p><i>Clearly identify what will follow the Trust Board's discussion</i></p>	<p>To be reported monthly.</p>
<p>Consideration of legal issues (including Equality Impact Assessment)?</p>	<p>Not applicable.</p>
<p>Consideration of Public and Patient Involvement and Communications Implications?</p>	<p>Not applicable.</p>

PORTSMOUTH HOSPITALS NHS TRUST GENERAL CHARITABLE FUND REPORT TO TRUST BOARD – November 2012

Issue for consideration:

To update the Trust Board, in their capacity as Trustee, on recent charity activity.

Action required by Trust Board

To note and receive the report.

1. Total Funds

Portsmouth Hospitals NHS Trust General Charitable Fund has a fund balance of £3,501,228 as at 30th October 2012.

2. Charitable Income

During the month of October 2012, the Portsmouth Hospitals NHS Trust General Charitable Funds received donations, legacy and fundraising income of £116,290 including:

- Legacy income of £81,081 was received during the month. Bequests of £25,000 were received for Breast Surgery and Neurology Funds along with a bequest for the General Amenity Fund of £21,000.
- Rocky fundraising income of £18,545.
- The Neonatal unit received £2,656 from an individual who has been fundraising in memory of her son.

3. Charitable Expenditure

During the month of October 2012, the Portsmouth Hospitals NHS Trust General Charitable Fund spent £56,096. This month's spend was significantly lower than monthly spend in the previous quarter. Items of note:

- Over £3,000 was spent on supporting staff attending conferences within the renal department.
- The Renal Research Fund spent £31,000 continuing to support charitable research projects.
- £23,103 was spent on fundraising expenditure including salary costs.

4. Rocky Appeal

Net funds raised at the 31st October 2012, including investment income, for the current appeal amount to £1,860,547. The order for the third laparoscopic theatre has been placed and is estimated to cost £300,000, leaving £251,098 available towards funding the robotic theatre suite and to cover fundraising costs.

5. Investment Portfolio

The Charity currently has just under £3.5 million held on investment with Hume Capital Management Limited.

In July 2012 our Investment Manager resigned from Hume Capital. On his departure an internal review of all investments was carried out by Hume Capital. After carrying out their investigation it became apparent that investments had not been placed as per client's instructions.

The Trust's investment objectives are low risk, liquid investments and contrary to our instructions, some investments (£1.8m) were placed within subordinated loan notes which carry a slightly higher risk and in some cases mature in the year 2023.

Hume Capital were called to the Charitable Funds Committee on the 1st November to discuss the issue and agreed that the portfolio would be returned to the original investment criteria at no cost to the charity.

Katie Lumsden
Charitable Funds Accountant