

Charity Registration No. SC041845 (Scotland)

Company Registration No. SC384396 (Scotland)



SCOTLAND'S CHARITY AIR AMBULANCE
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

THURSDAY



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SCOTLAND'S CHARITY AIR AMBULANCE

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr P Bassett Mr M E Beale Mr A J Bell Mr J L Bullough Mr H B Lawson Mrs J C Leslie Mr K A Richmond Mrs C A Sinclair
Secretary	Thorntons Law LLP
Charity number (Scotland)	SC041845
Company number	SC384396
Registered office	The Control Tower Perth Airport Scone Perth United Kingdom PH2 6PL
Auditor	Azets Audit Services 5 Whitefriars Crescent Perth United Kingdom PH2 0PA
Chief Executive Officer	David Craig
Investment advisors	CCLA Investment Management Limited Senator House 85 Queen Victoria Street London EC4V 4ET United Kingdom Troy Asset Management Limited 33 Davies Street London W1K 4BP United Kingdom

SCOTLAND'S CHARITY AIR AMBULANCE

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SCOTLAND'S CHARITY AIR AMBULANCE

CHAIRMAN'S STATEMENT

FOR THE YEAR ENDED 31 MARCH 2022

The Board of Trustees are pleased to report that Scotland's Charity Air Ambulance Charity (SCAA) continues to deliver its charitable purpose, thanks to the generosity of the people of Scotland and the commitment of staff, volunteers, and crew members.

It has been another challenging year with fundraising and community activities impacted by economic uncertainty and the emergence of further Covid variants. SCAA's life-saving service is funded entirely by voluntary donations and by the fundraising events we undertake. Our thanks to the staff and customers of our corporate partnerships, including Apache North Sea, Aldi Scotland and Home Bargains, who have made a significant contribution despite the difficult environment.

During the year you helped to raise £5,674,738 to fund the 893 incidents we responded to and sustain the charity.

Entering our 10th year of operation, we can look back with pride at how many people's lives have been transformed by the service SCAA provides.

As we reflect on the 3,786 life-saving missions that SCAA have been deployed to throughout Scotland, and the huge contribution the Scottish people have made to fund our charity, let us allow ourselves a moment to ponder the scale of our achievement.

The skill and tenacity of our executive team and charity staff, combined with the courage and commitment of our operational crews have made SCAA an indispensable part of our nation's emergency services, with a brand that is universally known and widely supported.

Our army of volunteers conducted many talks and presentations either in person, where it was possible, or received additional training to deliver these remotely. As SCAA continues to build its loyal following throughout Scotland, our growing group of volunteers play an essential part in supporting our staff and connecting with local communities.

Despite our success, we have no right to become complacent or declare "Mission Accomplished!": the SCAA story must continue.

We formed this charity to work with the Scottish Ambulance Service to enhance Helicopter Emergency Medical Services (HEMS) in Scotland. Despite the huge positive impact that Helimed 76 and Helimed 79 have made to our national resilience, opportunities still exist within large areas of remote and rural Scotland to improve HEMS coverage.

SCOTLAND'S CHARITY AIR AMBULANCE

CHAIRMAN'S STATEMENT

FOR THE YEAR ENDED 31 MARCH 2022

SCAA's Board of Trustees have instructed our executive team to conduct further research and obtain data which will support the development of our strategic plan, so the Trustees can consider what enhancements are required to improve further our national air ambulance capacity and capability.

The Board anticipates that this work will be completed prior to our 10th birthday in May 2023, at which point we will mark our first 10 years of operations, by revealing our new strategy. Rest assured that the next decade will be just as exciting and transformational as the first.

With the charity maturing and as we plan ahead, the Board of Trustees supported the investment and recruitment of five new colleagues during the last six months of the financial year. These positions will help to complement and strengthen the existing staff team who have worked extremely hard, often helping fulfil other roles.

Furthermore, a review of Board governance, identified the need to recruit more Trustees with a blend of skills and experience that will help to shape our strategy over the next decade. This recruitment process resulted in the appointment of six new Trustees at the Annual General Meeting.

Delivering this strategy will also require an ambitious plan to develop our income streams; however, the Board acknowledges and understands the significant strain on household income with a looming recession, high inflation, rising energy and fuel costs. Throughout the pandemic, SCAA continued to be supported, despite the economic impact, and we are confident with your ongoing help, we can deliver this for Scotland.

None of what we have achieved, or hope to achieve, would be possible without the astonishing generosity of the Scottish people, plus Scotland's companies, trusts and foundations that continue to support our charity.

On behalf of the Board of Trustees please accept my sincere thanks for your continued support.



John Bullough

Chairman

Dated: 15/11/22

SCOTLAND'S CHARITY AIR AMBULANCE

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

The Trustees present their report and financial statements for the year ended 31 March 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charity's governing document, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

SCAA's Vision is to:

Provide a long-term sustainable and scalable air ambulances capability to complement statutory resources across Scotland.

The Charitable Purpose of SCAA is:

The emergency relief of serious sickness and injury and the protection of human life across Scotland by the provision of a sustainable air ambulance service and rapid response vehicle based in Scotland

...in order to save life, preserve life increase survival rates and assist the speed of recovery in time critical medical emergencies.

SCAA will achieve its Charitable Purpose by meeting the following Strategic Aims:

- Establishing and operating a professional and sustainable aero-medical capability.
- Gaining funding to sustain the operation.
- Operating in co-operation with the Scottish Government, NHS Scotland, Scottish Ambulance Service, other emergency services and the aviation provider.
- Identifying and engaging with partners in delivering the air ambulance capability.
- Establishing and maintaining a reputation as delivering additional support to the air resources available to patients in Scotland and providing optimal medical assistance.

Achievements and performance

Please refer to Chairman's Report for review of Achievements and Performance.

Financial review

It is the Trustees intention to have up to twelve months operating costs in reserve when fundraising conditions permit.

SCOTLAND'S CHARITY AIR AMBULANCE

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

The company maintains the Unrestricted Reserve to achieve its charitable objectives. As at 31 March 2022, the balance on this reserve was £9,853,315.

The Helimed 79 designated fund was created to put aside funds to help with the launch and running costs of the second air ambulance in Aberdeen. As at 31 March 2022, the balance on this reserve was £969,357.

The Bowsers reserve has been created to receive grants and cover costs for the purchase of bowsers. As at 31 March 2022, the balance on this reserve was £5,533.

The Start-up Capital reserve has been created to receive grants and cover costs for the purchase of equipment. As at 31 March 2022, the balance on this reserve was £1,946.

The LIBOR Upgrade reserve has been created to receive donations to upgrade the service. As at 31 March 2022, the balance on this reserve was £nil.

The LIBOR Capital reserve has been created to receive donations to upgrade the facilities. As at 31 March 2022, the balance on this reserve was £56,387.

The Helipad reserve has been created to receive donations to cover the costs for developing the helipad. As at 31 March 2022, the balance on this reserve was £31,148.

The Extended Hours reserve has been created to receive donations to cover the costs of increasing the operational hours of the helicopter. As at 31 March 2022, the balance on this reserve was £nil.

The Incubator Slide (Perth) reserve has been created to receive donations to purchase an incubator loading guide system. As at 31 March 2022, the balance on this reserve was £4,630.

The Hangar Rent reserve has been created to receive donations to cover the costs of the first year's rent of the new hangar. As at 31 March 2022, the balance on this reserve was £nil.

The Resuscitation Kit reserve has been created to receive donations to purchase a resuscitation kit. As at 31 March 2022, the balance on this reserve was £180.

The Compression Unit & Terrafox Kit reserve has been created to receive donations to purchase a compression unit and Terrafox kit for the helicopter in Perth. As at 31 March 2022, the balance on this reserve was £58,717.

The Helimed 79 restricted reserve has been created to receive donations towards the initialisation of a new air ambulance in Aberdeen. As at 31 March 2022, the balance on this reserve was £nil.

The Crew Uniforms reserve has been created to receive donations to purchase new uniforms for on-aircraft crew. As at 31 March 2022, the balance on this reserve was £41,754.

The Incubator Slide (Aberdeen) reserve has been created to receive donations to purchase an incubator loading guide system for Helimed 79 in Aberdeen. As at 31 March 2022, the balance on this reserve was £16,000.

The Helimed 79 Training Defibrillator reserve has been created to receive donations to purchase a training defibrillator for Helimed 79. As at 31 March 2022, the balance on this reserve was £4,707.

The Helimed 76 restricted reserve has been created to receive donations to put aside funds to help with maintaining the Perth-based service. As at 31 March 2022, the balance on this reserve was £25,725.

SCOTLAND'S CHARITY AIR AMBULANCE

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

The Lucas Chest Compression Units restricted reserve has been created to receive donations to put aside funds to help with costs of Lukas 3 Chest Compression Systems. As at 31 March 2022, the balance on this reserve was £1,000.

The Helimed 79 training equipment restricted reserve has been created to receive donations to put aside funds to fund the training equipment costs. As at 31 March 2022, the balance on this reserve was £3,400.

The Endowments reserve has been created to receive a gift earmarked to provide SCAA with an annual income with the caveat that the Board can decide to derestrict the fund for capital projects or to extend the charity's capability. As at 31 March 2022, the balance on this reserve was £1,710,990.

The Trustees have adopted a cautious approach to investment, with the primary concern being to protect any invested funds, whilst wishing to maximise any income from those funds. During the year, the Board reappointed CCLA Investment Management Limited and Troy Asset Management Limited to oversee any funds and to provide guidance and advice to the Trustees. The performance of the investments chosen is measured regularly against relevant benchmark investments to ensure maximum value for the Charity.

The Trustees have a duty to identify and review the risks to which charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The risks to which SCAA is exposed are captured in a comprehensive Risk Matrix which is reviewed periodically by sub-committees and their recommendations are considered by the Board. The Trustees are satisfied that they have systems and measures in place to mitigate exposure to the risks that have been identified, however the Board have instructed the executive management team to carry out a review of the Risk Management Policy and risks as part of ongoing governance arrangements.

Plans for future periods

The Trustees have prepared a detailed 5-year financial forecast and have an extensive fundraising plan, including contingency measures, to meet the costs of SCAA's activities. This process has allowed the Trustees to have visibility of SCAA's finances and enables them to exercise control through the sub-committees. The integrated operation of the sub-committees has assisted greatly the financial management of the Charity and this has been helped by a 'Decision and Financial Delegation Matrix' which provides the staff with clear direction and is supported by accurate reports being provided up the chain of management.

Structure, governance and management

The charity is controlled by its governing document, a Deed of Trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr P Bassett

Mr M E Beale

Mr A J Bell

Mr J L Bullough

Mr H B Lawson

Mrs J C Leslie

Mr K A Richmond

Mrs C A Sinclair

Trustees whose Term of office has been completed may be re-elected at each annual general meeting. In addition, the Trustees may, at any time, appoint any member to be a Trustee.

SCOTLAND'S CHARITY AIR AMBULANCE

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

The Board of Trustees meets four times a year to agree policy and provide direction to the Sub-Committees and staff. A Trustee chairs each of three specialist sub-committees: fundraising; operations; resources. The sub-committees are populated by Trustees, staff and invited members of the key partners. Any Trustee may attend any sub-committee meeting. The reports and recommendations from the sub-committees are considered at Board meetings, along with reports from the staff. The Board also has periodic meetings with the key partners to discuss matters of mutual interest. The interrelationship between the Trustees, the sub-committees and the staff makes a considerable contribution to the efficiency and effectiveness of the Charity and is defined in the 'SCAA Decision Making Process'. Conflicts of interest are declared at every Board meeting and noted accordingly, with Trustees removing themselves from any decision making on matters relating to them.

The management of SCAA, including management and oversight of the aircraft, crews and tasking, personnel management and development, fundraising and finance and budgeting, is delegated to the Chief Executive and he is assisted by the Director of Fundraising and Communications and the Director of Finance. The Chief Executive holds regular staff management and update meetings.

Guarantors

The liability of the charitable company's members in the event of a winding up of the company is limited to £1 per member.

The Trustees consider that the Chief Executive Officer, the Director of Fundraising and Communications and the Director of Finance comprise the key management personnel of the Charity, in charge of directing and controlling, running and operating the charity on a day to day basis.

All Trustees give of their time freely and received no remuneration in the year. Details of their expenses are disclosed in note 7 to the accounts.

The remuneration of senior staff is reviewed annually and normally increased in accordance with the cost of living index. In view of the nature of the charity, the Trustees benchmark against pay levels in other similar charities.

The Trustees have a broad range of relevant skills and expertise which includes aviation, business, medical and clinical experience. New Trustees are given a full briefing on the vision and strategy of SCAA and a copy of a comprehensive Trustee Handbook, which includes details of their role as Trustees and guidelines on their wider responsibilities within the Charities Act, OSCR Regulations and to SCAA itself. The Trustees are given opportunities for periodic training and they also receive regular briefings and presentations.

Supplier payment policy

The company's current policy concerning the payment of trade creditors is to follow the CBI's Prompt Payers Code (copies are available from the CBI, Centre Point, 103 New Oxford Street, London WC1A 1DU).

The company's current policy concerning the payment of trade creditors is to:

- settle the terms of payment with suppliers when agreeing the terms of each transaction;
- ensure that suppliers are made aware of the terms of payment by inclusion of the relevant terms in contracts; and
- pay in accordance with the company's contractual and other legal obligations.

Trade creditors of the company at the year end were equivalent to 6 day's purchases, based on the average daily amount invoiced by suppliers during the year.

SCOTLAND'S CHARITY AIR AMBULANCE

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

Statement of Trustees' responsibilities

The Trustees, who are also the directors of Scotland's Charity Air Ambulance for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Companies Act 2006. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

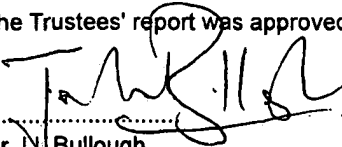
Auditor

The auditor, Azets Audit Services, is deemed to be reappointed under section 487(2) of the Companies Act 2006.

Disclosure of information to auditor

Each of the Trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The Trustees' report was approved by the Board of Trustees.


.....
Mr J. Bullough
Trustee

Date: 15/11/22

SCOTLAND'S CHARITY AIR AMBULANCE

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF SCOTLAND'S CHARITY AIR AMBULANCE

Opinion

We have audited the financial statements of Scotland's Charity Air Ambulance (the 'Charity') for the year ended 31 March 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including 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 charitable company's affairs as at 31 March 2022 and of its incoming resources and application of resources, for the year then ended;
- 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, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

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 Charity 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

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

SCOTLAND'S CHARITY AIR AMBULANCE

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF SCOTLAND'S CHARITY AIR AMBULANCE

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' report for the financial year for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, is consistent with the financial statements; and
- the directors' report included within the Trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the Trustees' report.

In the light of the knowledge and understanding of the 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 Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' report and from the requirement to prepare a strategic report.

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, the Trustees, who are also the directors of the Charity for the purpose 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 Charity'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 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 as auditor under Chapter 3 of Part 16 of the Companies Act 2006 and section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with the Acts and relevant regulations made or having effect thereunder.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

SCOTLAND'S CHARITY AIR AMBULANCE

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF SCOTLAND'S CHARITY AIR AMBULANCE

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we 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. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. 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.

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 and to the charity's trustees, as a body, in accordance with regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charitable company's members and trustees those matters we are required to state to them in an auditors' 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, the charitable company's members as a body, and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Azets Audit Services

Neil Morrison (Senior Statutory Auditor)
for and on behalf of Azets Audit Services

Chartered Accountants
Statutory Auditor

16th November 2022

5 Whitefriars Crescent
Perth
United Kingdom
PH2 0PA

SCOTLAND'S CHARITY AIR AMBULANCE

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Endowment funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Endowment funds 2021 £	Total 2021 £
Income from:									
Donations and legacies	2	5,431,772	242,966	-	5,674,738	5,751,920	216,345	-	5,968,265
Investments	3	11,244	-	-	11,244	7,466	659	-	8,125
Total income		5,443,016	242,966	-	5,685,982	5,759,386	217,004	-	5,976,390
Expenditure on:									
Raising funds	4	1,757,175	-	-	1,757,175	1,611,756	-	-	1,611,756
Charitable activities	5	3,213,013	866,321	-	4,079,334	2,314,129	1,317,727	-	3,631,856
Total resources expended		4,970,188	866,321	-	5,836,509	3,925,885	1,317,727	-	5,243,612
Net gains/(losses) on investments	9	655,711	-	178,801	834,512	855,064	-	296,763	1,151,827
Net incoming/(outgoing) resources before transfers		1,128,539	(623,355)	178,801	683,985	2,688,565	(1,100,723)	296,763	1,884,605

SCOTLAND'S CHARITY AIR AMBULANCE

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

	Unrestricted funds 2022 £	Restricted funds 2022 £	Endowment funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Endowment funds 2021 £	Total 2021 £
Net incoming/(outgoing) resources before transfers	1,128,539	(623,355)	178,801	683,985	2,688,565	(1,100,723)	296,763	1,884,605
Gross transfers between funds	(50,238)	50,238	-	-	(10,833)	10,833	-	-
Net movement in funds	1,078,301	(573,117)	178,801	683,985	2,677,732	(1,089,890)	296,763	1,884,605
Fund balances at 1 April 2021	9,744,371	824,244	1,532,189	12,100,804	7,066,639	1,914,134	1,235,426	10,216,199
Fund balances at 31 March 2022	<u>10,822,672</u>	<u>251,127</u>	<u>1,710,990</u>	<u>12,784,789</u>	<u>9,744,371</u>	<u>824,244</u>	<u>1,532,189</u>	<u>12,100,804</u>

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

All income and expenditure derive from continuing activities.


SCOTLAND'S CHARITY AIR AMBULANCE

BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	10	151,208		196,518	
Investments	11	8,029,451		7,194,938	
		<u>8,180,659</u>		<u>7,391,456</u>	
Current assets					
Stocks	12	15,879		6,870	
Debtors	13	218,382		102,217	
Cash at bank and in hand		5,046,980		5,187,355	
		<u>5,281,241</u>		<u>5,296,442</u>	
Creditors: amounts falling due within one year	14	(677,111)		(587,094)	
Net current assets		<u>4,604,130</u>		<u>4,709,348</u>	
Total assets less current liabilities		<u>12,784,789</u>		<u>12,100,804</u>	
Capital funds					
Endowment funds - general	17	1,710,990		1,532,189	
Income funds					
Restricted funds	19	251,127		824,244	
<u>Unrestricted funds</u>					
Designated funds	18	969,357		970,018	
General unrestricted funds		9,853,315		8,774,353	
		<u>10,822,672</u>		<u>9,744,371</u>	
		<u>12,784,789</u>		<u>12,100,804</u>	

The financial statements were approved by the Trustees on 15/11/22


Mr J. Bullough
Trustee

Company registration number SC384396

SCOTLAND'S CHARITY AIR AMBULANCE

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations	24		(151,619)		525,303
Investing activities					
Purchase of tangible fixed assets		-		(62,347)	
Purchase of investments		-		(1,300,000)	
Investment income		11,244		8,125	
Net cash generated from/(used in) investing activities			11,244		(1,354,222)
Net cash used in financing activities			-		-
Net decrease in cash and cash equivalents			(140,375)		(828,919)
Cash and cash equivalents at beginning of year			5,187,355		6,016,274
Cash and cash equivalents at end of year			<u>5,046,980</u>		<u>5,187,355</u>

SCOTLAND'S CHARITY AIR AMBULANCE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

Scotland's Charity Air Ambulance is a private company limited by guarantee incorporated in Scotland. The registered office is The Control Tower, Perth Airport, Scone, Perth, PH2 6PL, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's governing document, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The Charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Charity.

1.4 Incoming resources

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

Legacies are recognised on receipt or otherwise if the Charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

SCOTLAND'S CHARITY AIR AMBULANCE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met; the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time is not recognised and refer to the trustees' annual report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

1.5 Resources expended

Liabilities are recognised as expenditure as soon as there is legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably.

Expenditure is accounted for on an accruals basis 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 to activities on a basis consistent with the use of resources.

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include office costs, finance, personnel, payroll and governance costs that support the charity's activities.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses. The Charity operates a capitalisation policy whereby items of value less than £5,000 will be expensed to the Statement of Financial Activities.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Property improvements	10% on reducing balance
Plant and equipment	20% on reducing balance
Fixtures and fittings	15% on reducing balance
Office equipment	15% on reducing balance and 33% on reducing balance
Aircraft equipment	20% on cost
Motor vehicles	25% on reducing balance

1.7 Fixed asset investments

Investments are valued at market value.

1.8 Stocks

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

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

SCOTLAND'S CHARITY AIR AMBULANCE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

Basic financial assets

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Basic financial liabilities

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

1.10 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.11 Leases

Rentals payable under operating leases, including any lease incentives received, are charged as an expense on a straight line basis over the term of the relevant lease.

2 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022	2022	2022	2021	2021	2021
	£	£	£	£	£	£
Donations and gifts	5,133,835	240,466	5,374,301	5,523,588	216,345	5,739,933
Legacies receivable	248,212	2,500	250,712	139,675	-	139,675
Job Retention Scheme grants	-	-	-	36,157	-	36,157
Sponsorship	30,000	-	30,000	30,000	-	30,000
Donated goods and services	19,725	-	19,725	22,500	-	22,500
	<u>5,431,772</u>	<u>242,966</u>	<u>5,674,738</u>	<u>5,751,920</u>	<u>216,345</u>	<u>5,968,265</u>

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022	2022	2022	2021	2021	2021
	£	£	£	£	£	£
Donations and gifts						
Donations	1,120,338	107,841	1,228,179	1,021,809	60,000	1,081,809
Trusts and foundations	147,500	132,625	280,125	606,857	156,345	763,202
Lottery income	3,839,948	-	3,839,948	3,884,427	-	3,884,427
Merchandise sales	26,049	-	26,049	10,495	-	10,495
	<u>5,133,835</u>	<u>240,466</u>	<u>5,374,301</u>	<u>5,523,588</u>	<u>216,345</u>	<u>5,739,933</u>

SCOTLAND'S CHARITY AIR AMBULANCE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

3 Investments

	Unrestricted funds	Unrestricted funds	Restricted funds	Total
	2022 £	2021 £	2021 £	2021 £
Interest receivable	11,244	7,466	659	8,125

4 Raising funds

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
<u>Fundraising and publicity</u>		
Donation processing fees	58,357	55,213
Lotteries	1,168,327	1,186,784
Fundraising expenses	14,928	(1,687)
Postage and stationery	579	13,941
Advertising	162,474	77,887
Other fundraising costs	1,789	77
Staff costs	337,333	272,886
Fundraising and publicity	1,743,787	1,605,101
<u>Trading costs</u>		
Other trading activities	13,388	6,655
	1,757,175	1,611,756

SCOTLAND'S CHARITY AIR AMBULANCE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

5 Charitable activities

	Charitable activities 2022 £	Charitable activities 2021 £
Depreciation and impairment	32,222	38,064
Paramedic costs	715,406	647,764
Air ambulance costs	2,719,642	2,476,778
Rapid response vehicle costs	5,604	14,677
Hangar rent and rates	15,499	19,000
Rent and rates	23,751	23,164
Aviation fuel	105,313	59,772
Paramedic training	4,783	1,750
	<u>3,622,220</u>	<u>3,280,969</u>
Share of support costs (see note 6)	404,075	331,409
Share of governance costs (see note 6)	53,039	19,478
	<u>4,079,334</u>	<u>3,631,856</u>
Analysis by fund		
Unrestricted funds	3,213,013	2,314,129
Restricted funds	866,321	1,317,727
	<u>4,079,334</u>	<u>3,631,856</u>

SCOTLAND'S CHARITY AIR AMBULANCE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

6 Support costs

	Support costs £	Governance costs £	2022 £	2021 £
Staff costs	221,718	-	221,718	200,651
Depreciation	13,088	-	13,088	16,602
Other staff costs	29,265	-	29,265	3,351
Rent, rates and insurance	33,572	-	33,572	27,122
Office running costs	57,557	-	57,557	39,335
Motor expenses	7,147	-	7,147	10,311
Bank charges	6,071	-	6,071	5,594
Memberships	12,472	-	12,472	5,858
Sundries	581	-	581	1,386
Travel and subsistence	1,064	-	1,064	(161)
PR/Marketing	21,540	-	21,540	21,360
Audit fees	-	20,125	20,125	5,750
Accountancy and other	-	1,210	1,210	1,100
Legal and professional	-	31,704	31,704	12,628
	<u>404,075</u>	<u>53,039</u>	<u>457,114</u>	<u>350,887</u>

7 Trustees

Expenses totalling £nil (2021 - £3,854) were paid to Trustees while carrying out duties on behalf of the Charity.

No remuneration was paid to Trustees in the current or prior year.

8 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Operations & admin	13	11
Trustees	8	8
Total	<u>21</u>	<u>19</u>

SCOTLAND'S CHARITY AIR AMBULANCE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

8 Employees

(Continued)

Employment costs	2022 £	2021 £
Wages and salaries	470,742	396,600
Social security costs	46,475	40,536
Other pension costs	41,834	36,401
	<u>559,051</u>	<u>473,537</u>

The number of employees whose annual remuneration was £60,000 or more were:

2022 Number	2021 Number
<u>1</u>	<u>1</u>

9 Net gains/(losses) on investments

	Unrestricted funds 2022 £	Endowment funds general 2022 £	Total 2022 £	Unrestricted funds 2021 £	Endowment funds general 2021 £	Total 2021 £
Revaluation of investments	<u>655,711</u>	<u>178,801</u>	<u>834,512</u>	<u>855,064</u>	<u>296,763</u>	<u>1,151,827</u>

SCOTLAND'S CHARITY AIR AMBULANCE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

10 Tangible fixed assets

	Property improvements	Plant and equipment	Fixtures and fittings	Office equipment	Aircraft equipment	Motor vehicles	Total
	£	£	£	£	£	£	£
Cost							
At 1 April 2021	119,026	19,669	8,615	64,585	125,724	83,497	421,116
At 31 March 2022	119,026	19,669	8,615	64,585	125,724	83,497	421,116
Depreciation and impairment							
At 1 April 2021	49,486	14,654	5,169	44,784	75,193	35,312	224,598
Depreciation charged in the year	6,955	1,003	519	5,957	18,830	12,046	45,310
At 31 March 2022	56,441	15,657	5,688	50,741	94,023	47,358	269,908
Carrying amount							
At 31 March 2022	62,585	4,012	2,927	13,844	31,701	36,139	151,208
At 31 March 2021	69,540	5,015	3,446	19,801	50,531	48,185	196,518

SCOTLAND'S CHARITY AIR AMBULANCE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

11 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 April 2021	7,194,938
Valuation changes	834,513
At 31 March 2022	8,029,451
Carrying amount	
At 31 March 2022	8,029,451
At 31 March 2021	7,194,938

12 Stocks

	2022 £	2021 £
Finished goods and goods for resale	15,879	6,870

13 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Trade debtors	-	65,997
Other debtors	195,596	26,799
Prepayments and accrued income	22,786	9,421
	218,382	102,217

14 Creditors: amounts falling due within one year

	2022 £	2021 £
Other taxation and social security	15,471	10,853
Deferred income	364,182	332,442
Trade creditors	14,576	64,721
Accruals	282,882	179,078
	677,111	587,094

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SCOTLAND'S CHARITY AIR AMBULANCE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

15 Retirement benefit schemes

Defined contribution schemes

The Charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the Charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £41,834 (2021 - £36,401).

Contributions totalling £6,005 (2021 - £4,299) were payable to the fund at the balance sheet date and are included in creditors.

16 Deferred income

	2022 £	2021 £
Other deferred income	364,182	332,442
	<u>364,182</u>	<u>332,442</u>
	2022 £	2021 £
Income from lottery draws in advance	264,182	247,442
Sponsorship	100,000	85,000
	<u>364,182</u>	<u>332,442</u>

SCOTLAND'S CHARITY AIR AMBULANCE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

17 Endowment funds

Endowment funds represent assets which must be held permanently by the Charity. Income arising on the endowment funds can be used in accordance with the objects of the Charity and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund.

	Balance at 1 April 2020	Incoming resources	Movement in funds			Balance at 1 April 2021	Incoming resources	Movement in funds			Balance at 31 March 2022
	£	£	Resources expended	Transfers	Revaluations gains and losses	£	£	Resources expended	Transfers	Revaluations gains and losses	£
Permanent endowments											
Endowment	1,235,426	-	-	-	296,763	1,532,189	-	-	-	178,801	1,710,990
	<u>1,235,426</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>296,763</u>	<u>1,532,189</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>178,801</u>	<u>1,710,990</u>

Purposes of Endowment Funds

Endowment Fund

Funds donated to provide an annual income to the charity but with provision that the Board may derestrict for capital projects or to extend the charity's capability.

SCOTLAND'S CHARITY AIR AMBULANCE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

18 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds				
	Balance at 1 April 2020	Incoming resources	Balance at 1 April 2021	Resources expended	Balance at 31 March 2022
	£	£	£	£	£
Helimed 79	968,138	1,880	970,018	(661)	969,357
	<u>968,138</u>	<u>1,880</u>	<u>970,018</u>	<u>(661)</u>	<u>969,357</u>

The Trustees have set aside unrestricted reserves to fund the set up of a second helicopter in Aberdeen.

SCOTLAND'S CHARITY AIR AMBULANCE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

19 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds				Movement in funds				
	Balance at 1 April 2020	Incoming resources	Resources expended	Transfers	Balance at 1 April 2021	Incoming resources	Resources expended	Transfers	Balance at 31 March 2022
	£	£	£	£	£	£	£	£	£
LIBOR Capital Funds	118,178	-	(34,077)	-	84,101	-	(27,714)	-	56,387
Extended Hours	69	-	-	-	69	-	(67)	(2)	-
Incubator Slide Fund (Perth)	13,890	-	(4,630)	-	9,260	-	(4,630)	-	4,630
Hangar Rent Fund	8,167	-	(19,000)	10,833	-	-	(15,499)	15,499	-
Resuscitation Kit Fund	544	-	(182)	-	362	-	(182)	-	180
Bowsers	7,070	-	(854)	-	6,216	-	(683)	-	5,533
Start-up Capital	2,823	-	(510)	-	2,313	-	(367)	-	1,946
LIBOR Upgrade Funds	839,322	-	(629,556)	-	209,766	-	(209,766)	-	-
Helipad Funds	38,455	-	(3,846)	-	34,609	-	(3,461)	-	31,148
Compression Unit & Terrafox Kit	65,213	-	(3,451)	-	61,762	-	(3,045)	-	58,717
Helimed 79	767,649	189,159	(620,052)	-	336,756	227,841	(599,338)	34,741	-
Crew uniforms	36,754	5,000	-	-	41,754	-	-	-	41,754
Incubator Slide Fund (Aberdeen)	16,000	-	-	-	16,000	-	-	-	16,000
Helimed 79 Training Defibrillator	-	7,845	(1,569)	-	6,276	-	(1,569)	-	4,707
Helimed 76	-	15,000	-	-	15,000	10,725	-	-	25,725
Lucas/Chest Compression Units	-	-	-	-	-	1,000	-	-	1,000
Helimed 79 Training Equipment	-	-	-	-	-	3,400	-	-	3,400
	<u>1,914,134</u>	<u>217,004</u>	<u>(1,317,727)</u>	<u>10,833</u>	<u>824,244</u>	<u>242,966</u>	<u>(866,321)</u>	<u>50,238</u>	<u>251,127</u>

SCOTLAND'S CHARITY AIR AMBULANCE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

19 Restricted funds

(Continued)

Purposes of Restricted Funds

LIBOR Upgrade Funds

Funds donated to upgrade service.

LIBOR Capital Funds

Funds donated to upgrade facilities.

Helipad Funds

Funds donated to develop the helipad.

Extended Hours

Funds donated to extend the hours of service operation.

Bowsers

Funds donated to purchase fuel bowsers.

Start-up Capital

Funds donated to assist with setup of operations.

Incubator Slide Fund (Perth)

Funds donated to purchase an incubator loading guide system.

Hangar Rent Fund

Funds donated to cover the costs of the first year's rent of the new hangar.

Resuscitation Kit Fund

Funds donated to purchase a resuscitation kit.

Compression Unit and Terrafix Kit Fund

Funds donated to purchase a compression unit and Terrafix kit for RRV operations in Perth.

SCOTLAND'S CHARITY AIR AMBULANCE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

19 Restricted funds

(Continued)

Helimed 79

Funds raised to set up a second helicopter based in Aberdeen.

Crew Uniforms Fund

Funds donated to purchase uniforms for on-craft crew.

Incubator Slide Fund (Aberdeen)

Funds donated to purchase an incubator loading guide system for the helicopter to be based in Aberdeen.

Helimed 79 Training Defibrillator Fund

Funds donated to purchase a training defibrillator for Helimed 79.

Helimed 76

Funds donated to help with maintaining the Perth-based service.

Lucas/Chest Compression Units Fund

Funds donated to help with purchase of Lukas 3 Chest compression Systems.

Helimed 79 Training Equipment Fund

Funds donated to help with costs of training equipment.

SCOTLAND'S CHARITY AIR AMBULANCE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

20 Analysis of net assets between funds

	Unrestricted 2022 £	Restricted 2022 £	Endowment 2022 £	Total 2022 £	Unrestricted 2021 £	Restricted 2021 £	Endowment 2021 £	Total 2021 £
Fund balances at 31 March 2022 are represented by:								
Tangible assets	-	151,208	-	151,208	11,875	184,643	-	196,518
Investments	6,387,066	-	1,642,385	8,029,451	5,662,749	-	1,532,189	7,194,938
Current assets/(liabilities)	4,504,211	99,919	-	4,604,130	4,080,580	628,768	-	4,709,348
	<u>10,891,277</u>	<u>251,127</u>	<u>1,642,385</u>	<u>12,784,789</u>	<u>9,755,204</u>	<u>813,411</u>	<u>1,532,189</u>	<u>12,100,804</u>

SCOTLAND'S CHARITY AIR AMBULANCE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

21 Operating lease commitments

At the reporting end date the Charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022 £	2021 £
Within one year	2,254,723	2,249,247
Between two and five years	2,364,779	4,609,988
	<u>4,619,502</u>	<u>6,859,235</u>

22 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2022 £	2021 £
Aggregate compensation	<u>243,505</u>	<u>228,424</u>

Mr P Bassett and Mrs C A Sinclair are Scottish Ambulance Service representatives on the Board of Trustees. Scotland's Charity Air Ambulance was invoiced during the reporting period by Scottish Ambulance Service for £703,396 for paramedic services, training and equipment (2021 - £623,909). At the year end, £nil was due to Scottish Ambulance Service (2021 - £nil).

Mrs J C Leslie is a partner in Morris Leslie Partnership. During the reporting period Scotland's Charity Air Ambulance leased its office and crew premises from Morris Leslie Partnership at Perth Airport for the sum of £63,000 and paid £3,643 for provision of other services (2021 - rent £69,661 and other services £18,000). At the year end, £nil was due to Morris Leslie Partnership (2021 - £47,085).

During the year, a total of £237 (2021 - £nil) was donated to the charity by the trustees, either by gift or merchandise purchases.

23 Analysis of changes in net funds

The Charity had no debt during the year.

SCOTLAND'S CHARITY AIR AMBULANCE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

24	Cash generated from operations	2022 £	2021 £
	Surplus for the year	683,985	1,884,605
	Adjustments for:		
	Investment income recognised in statement of financial activities	(11,244)	(8,125)
	Fair value gains and losses on investments	(834,512)	(1,151,827)
	Depreciation and impairment of tangible fixed assets	45,310	54,666
	Movements in working capital:		
	(Increase) in stocks	(9,010)	(675)
	(Increase) in debtors	(116,165)	(88,926)
	Increase/(decrease) in creditors	58,277	(188,433)
	Increase in deferred income	31,740	24,018
	Cash (absorbed by)/generated from operations	(151,619)	525,303