

Charity Registration No. 01161153

Company Registration No. 09391251 (England and Wales)

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
LEGAL AND ADMINISTRATIVE INFORMATION**

Trustees

Mr M P Jeffery	
Mr A Fawsitt	
Mr J M Christensen	(Appointed 3 December 2019)
Ms A L Perry	(Appointed 31 December 2019)
Mr D Brown	(Appointed 31 December 2019)
Mrs H Benjamin	(Appointed 1 April 2020)
Mr T D Howard	(Appointed 23 March 2020)
Mrs A C McLean	(Appointed 1 April 2020)
Mr A D Welch	(Appointed 1 April 2020)

Secretary Broadway Secretaries Limited

Charity number 01161153

Company number 09391251

Registered office 50 Broadway
Westminster
London
SW1H 0BL

Auditor HW Fisher
Acre House
11-15 William Road
London
NW1 3ER

Bankers Lloyds Bank
9-11 Poplar Road
Solihull
West Midlands
B91 3AN

Handelsbanken
Enfield
Nicholas House
River Frond
London
EN1 3TF

Legal Advisors BDB Pitmans
50 Broadway
London
SW1H 0BL

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ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD (OPERATING AS AIR AMBULANCE UK) CHAIRMAN'S REPORT

FOR THE YEAR ENDED 31 DECEMBER 2019

2019 has been a year of significant change, presenting many positive developments as well as some difficult challenges, with the wholesale restructure of the two national organisations for the Air Ambulance sector resulting in the unification of Air Ambulances UK (AAUK) with the Association of Air Ambulances (AAA). During this time of change, our Trustees have remained focussed on three key areas;

- Developing and increasing the fundraising pipeline
- Ensuring the Charity was efficient and effective in its governance and operations
- Collaborating with the Association of Air Ambulances and its members to develop the new national structure and strategy

The Head of Fundraising and Communications, Nikki Wright, has developed the pipeline of corporate donors to bring significant financial and reputational benefits in 2020 and 2021. Several new partnerships began in 2019 notably Unipart Logistics and Haynes Publishing. The Charity narrowly missed being selected as the corporate partner for both AXA and Allianz in 2019 Charity of the Year staff votes. We worked hard with RNLI and Mountain Rescue on a bid to win the Virgin London Marathon charity partnership but were unsuccessful. We are very grateful to our longer-term donors, including retail chain B&M, the Hurlingham Polo Association and the National Trainers Federation for their continued generous support.

Work continued to raise the profile of AAUK and saw increased traffic on our social media channels and to our website. A bold project was conceived to bring a multi-episode TV documentary to a major tv channel showcasing the work of UK Air Ambulances and the benefits this brings to their patients and the whole population. Filming was due to start late 2019/early 2020, but due to production budget issues between the production company and broadcaster the project halted. The project has since been postponed due to the arrival of Coronavirus. It is still hoped that the project will come to fruition on a mainstream channel, the likely timeframe now being for broadcast in 2021.

The addition of a new, part time member of staff in May, Emma Carter replacing Ed Pajak, has enabled work to be completed following the Policy review in 2018, improvements to the financial systems and skilled support in fundraising and communications. The Charity ended 2019 with a clear inventory of reviewed policies covering all governance areas. The Articles were reviewed and updated to enable the unification with AAA.

The national fundraising forum functioned well in identifying and agreeing new national fundraising initiatives. Meeting quarterly, the forum saw attendance at senior level from the majority of local Air Ambulance Charities. Digital conferencing technology was rolled out to enable increased attendance from the regions without increasing costs.

In the spring of 2019, the Charity suggested to AAA that an independent agency should be used to analyse and make recommendations on the AAA suggestion that the two organisations be unified.

Following a tender process, Eastside Primetimers were appointed in May to undertake this study and report to the two organisations at the end of August. The report recommended that the AAA should unify with AAUK, leaving an expanded national charity. Both Boards accepted this recommendation and set a date of 1 January 2020 for the unification to be effective and 1 April 2020 for all the technical and legal work to be completed and a new Board and new independent Chair in place. These deadlines have been met and I am grateful to Eastside Primetimers for all their support and to our lawyers BDBPitmans for their advice and guidance. Without these two professional advisers we could not have met our ambitious timetable.

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
CHAIRMAN'S REPORT**

FOR THE YEAR ENDED 31 DECEMBER 2019

Whilst fundraising continued throughout this period significant staff resource was required to support the development work towards unification and ensure there was frequent and regular communication with the local Air Ambulance Charities. I would like to thank the small staff of both AAUK and AAA for their hard work to deliver a positive atmosphere of change and prepare a new strategic direction for the charity. The Boards of both organisations devoted significant amounts of time to discussing and designing the expanded AAUK and ensuring that priorities expressed by local charities were translated into the Articles, governance and strategic plans of AAUK for 2020.

We are confident that AAUK will continue with its achievement of delivering added value for the local charities and its broader new membership by bringing its ethos of consultation, smart working, focus timely delivery to an enhanced range of support and benefits.

On behalf of the board

Mrs H Benjamin
Independent Chair AAUK
12 May 2020

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)
FOR THE YEAR ENDED 31 DECEMBER 2019**

The Trustees present their report and financial statements for the year ended 31 December 2019.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's Articles of Association, the Companies Act 2006 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

The objectives of the Charity are specific:

'To relieve sickness and injury in the UK by assisting in the provision of financial support to established local air ambulance services'.

Public Benefit

The Trustees confirm that they have paid due regard to the guidance given by the Charity Commission on public benefit. The Charity distributes the money it collects twice a year to the 21 Air Ambulance Charities that use an aircraft to provide emergency medical services to the public. The funds from the AAUK enable these charities to continue to improve delivery of services to anyone in the UK who needs them.

Grant making policy

The Charity has reviewed its grant making policy this year to ensure it achieved its object for the public benefit to improve lifesaving emergency services and to improve transparency.

As envisaged by the object, the Directors' intention is primarily to support the local air ambulance services.

The Directors consider that the most efficient and effective way of furthering this purpose is by making grants to organisations registered with the Charity Commission for England and Wales, the Office of the Scottish Charity Regulator or the Charity Commission for Northern Ireland which operate a free helicopter emergency service and are tasked by one or more NHS Ambulance Trusts for that purpose ('Air Ambulance Charities'). No grants will be distributed to beneficiaries unless they are Air Ambulance Charities.

It works closely with these recognised Air Ambulance Charities of the UK who deliver the UK Air Ambulance prehospital advanced critical care services.

The Charity shall request donors to state whether they wish their donation to be distributed equally between all Air Ambulance Charities, to the Air Ambulance Charities in a specific region, or to one or many individually named Air Ambulance Charities.

In the absence of a donor instruction, the donation will be distributed equally between all Air Ambulance Charities, subject to the due diligence provisions below.

Where an Air Ambulance Charity does not satisfy any of the due diligence requirements outlined below, the Directors may refrain from making grants to it. The Directors may either:

- Distribute the money equally amongst all other eligible Air Ambulance Charities; or
- Hold the money pending the outcome of any investigation (including investigations by a relevant regulatory body) or pending further enquiries by the Directors, at which point it shall either be distributed to the Air Ambulance Charity or distributed equally amongst all other Air Ambulance Charities.

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)
FOR THE YEAR ENDED 31 DECEMBER 2019**

The Directors shall distribute all income received within the year to Air Ambulance Charities, with the exception of:

- The proper costs of the Charity, which are deducted before grants are distributed to beneficiaries in accordance with the Charity's administrative charging policy, including charges recompensed to a local air ambulance charity as a result of agreed support;
- Any funds which the Directors consider should be held in reserve in order to comply with the Charity's reserves policy; and
- Money held by the Charity pending the outcome of any investigation into a potential beneficiary

The Directors meet twice a year, generally in December and May, to consider the award of grants. Details of grants made by the Charity in the year can be found at note 7 to these financial statements.

Achievements and performance

During 2019 the Charity achieved a period of significant development towards its aim of increasing funds raised from national fundraising partnerships, including:

- appointment of a part time Fundraising and Communications Manager
- delivery of a new brand strategy, strategically positioning the Charity to better attract and engage potential/existing national partners
- roll out of our new Air Ambulances UK working name, brand identity and supporting brand assets
- social media channels achieving a combined increase in visitors
- implementation of bi-monthly National Fundraising Meetings bringing together the vast wealth of experience from the fundraising and communications professionals of our 21 beneficiary Air Ambulance Charities, achieving more through collaboration
- Two new national partnerships; Unipart Logistics and Haynes Publishing and two national grants from the NFU and retail chain B&M.

A significant amount of work has gone into building a substantial pipeline for 2021 and 2022 and beyond.

Our achievements have been warmly welcomed by beneficiaries and partners, and far better position the Charity to achieve its aim of increasing the income over the next five years.

Total income for 2019 was £400,173 (£487,469 in 2018).

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)
FOR THE YEAR ENDED 31 DECEMBER 2019**

Financial review

The Charity's income has fallen this year to £400,173 from £487,469 in the previous year. The fall is attributable to a number of corporate partnerships coming to an end, and the Charity focussing on unification with the Association of Air Ambulances Ltd.

Expenditure on raising funds increased to £109,857 from £44,493 in 2018. Most of the increase is due to staff costs of £80,936 (2018: £36,268) resulting from an additional staff member and a full year of the Head of Fundraising and Communications costs. The allocation of the charity's support costs has also been revised to reflect a more appropriate share to fundraising; £28,035 (2018: £8,022).

Charitable expenditure fell to £271,090 from £817,517 in 2018, of which £232,939 (2018: £738,606) was distributed to Air Ambulance Services. The reduction in the reported amount distributed, whilst reflecting in part the lower income raised, is largely due to the change in policy during 2018 to report distributions in the year awarded by trustees rather than at the time of payment. The 2018 figure includes £426,603 raised in previous years compared to £44,956 in 2019, as is shown below.

	2019	2018
Raised in previous year	£44,956	£426,603
Raised in reported year	£187,983	£312,003
Total distribution	£232,939	£738,606

Furthermore, as reported above the allocation of support costs was revised with charitable expenditure taking a lower share; £16,482 (2018: £38,896).

Funds

The Charity's total funds at 31st December 2019 were £125,283 (2018: £106,057). As the charity distributes surplus funds from the first nine months during the year, funds at the end of the year are dependent upon income received in the latter months. Income in the latter months of 2019 was £65,283 (2018: £46,057). In 2019 all restricted funds received apart from £31 (2018:7,663) received in the last quarter was distributed. The balance of £125,252 (2018: £98,394) therefore represents the Charity's free reserves.

Reserves Policy

The Charity has developed a reserves policy that identifies and plans for the maintenance of the primary activity, the support of the local air ambulance services, and reflects the risks associated with the Charity's business model, spending commitments, potential liabilities and financial forecasts.

The Board reviews the reserves policy at the end of every financial year in order to assess its validity in light of current circumstances. In 2019 the Board resolved to

- a. Hold a minimum reserve of £70,000 to cover approximately six months operating costs
- b. This year and in future at its December meeting award a total distribution to the Air Ambulance Services equal to the surplus income over costs in the first nine months of the year less the minimum reserve figure above and the value of any income represented by uncollected debtors at the time of the meeting.
- c. At its June meeting, award a total distribution to the Air Ambulance Services equal to the surplus income over costs for the whole of the prior year less distributions awarded in the December and less the minimum reserve figure above and the value of any income represented by uncollected debtors at the time of the meeting.

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)
FOR THE YEAR ENDED 31 DECEMBER 2019**

Reference and administrative details

Charity number: 01161153
Company number: 09391251
Registered Office: 50 Broadway London SW1H 0BL

Our advisors

Auditors: HW Fisher
Legal: BDB Pitmans, 50 Broadway London SW1H 0BL
Bankers: Lloyds Bank, 9-11 Poplar Road, Solihull, West Midlands B91 3AN
Handelsbanken Enfield, Nicholas House, River Frond, London EN1 3TF

Risk Assessment

The Trustees review the risks facing the Charity and the steps needed to mitigate them. The Board receives and discusses an annual report of identified risks and the control systems designed to respond to them.

A major risk facing the Charity is its ability to raise and maintain sufficient income to cover its costs and make significant distributions to the Air Ambulance Services. The Charity is mitigating the risk by developing a robust fundraising strategy managed by a professional team and working closely in partnership with the Air Ambulance Charities. The Board regularly reviews the income pipeline at its meetings.

As a unified entity the Charity will be the only national organisation supporting Air Ambulances and will be able to develop a focussed approach to improving the service offered to patients.

Risk Management

The Trustees have a Risk Policy and a Risk Register. Each board meeting assesses whether new risks have emerged or whether any of the identified risks have changed in severity. The whole register is reviewed at the September board meeting. The Trustees consider that the formulated plans to deal with such risks are appropriate at present.

Going Concern

The Charity has a strong reserve position and has sufficient available resources, as demonstrated by the level of general funds above. We have adequate financial resources and are well placed to manage the business risks. Our planning process, including financial projections, has taken into consideration the current economic climate including the effect of the Covid-19 outbreak and its potential impact on the various sources of income and planned expenditure. We have prudently trimmed our spending plans to buffer an element of the Covid-19 funding impact. Our cash deposits could easily be drawn down should working capital be required. We believe that there are no material uncertainties that call into doubt the Charity's ability to continue. The accounts have therefore been prepared on the basis that the Charity is a going concern.

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)
FOR THE YEAR ENDED 31 DECEMBER 2019**

Future Developments

With the delivery of a successful merger with the Association of Air Ambulances Ltd the trustees aim to grow during 2020 and provide a wider range of beneficial opportunities to support an improvement in the service Air Ambulance Charities deliver to patients and their families. These will include:

- Securing new national partnerships
- Retaining and developing existing national partnerships
- Delivery of a major documentary series showcasing the people involved in Air Ambulances
- Broadening income types to include sponsorship and affinity -based relationships, as well as more traditional Charity of the Year partnerships, in order to achieve the best possible consistency in ROI
- Building even closer relationships with our 21 beneficiary Air Ambulance Charities in order to achieve more through UK-wide collaborative projects
- Offering membership of the charity to organisations critical to the delivery of an optimum service to patients to build closer, mutually beneficial relationships
- Providing for and using digital communications to enable sharing of best practice and a collaborative approach to developing the sector
- Working with the APPGAAA to ensure the interests of the Air Ambulance sector and their patients are recognised in Government policy
- Raising the national profile of Air Ambulances UK and the work of the whole Air Ambulance sector
- Ensuring the Charity adheres to the highest standards of Governance, ensuring the confidence of donors and our beneficiary Air Ambulance Charities

Structure, governance and management

Governing document

The Association of Air Ambulances (Charity) Ltd is a Company Limited by Guarantee registered at the Charity Commission for England and Wales. It is governed by its Memorandum and Articles of Association.

Constitution

The Charitable Company was incorporated on 15 January 2015 and registered at the Charities Commission on 1 April 2015. The liability of each member is restricted to a sum not exceeding £10.

The Board of Trustees meets quarterly receiving reports from its contracted accountants and members of staff. During these meetings the Risk Audit, Management Accounts, Activities and Reports are presented and debated with Trustees taking decisions as needed. A policy of delegated authority exists which allows the day to day running of the Charity to be managed between the staff and independent Trustees. Decisions are made after discussions and consultations in their meetings

An annual Board Away day is held to ensure Trustees receive the required level of training and development, this event also allows the Board of Trustees to reflect on the strategy and tactical operation of the Charity. Any training needs identified are then factored into the business plan and budget as required.

The Board of Trustees agrees annually the budget of the Charity. The charity appointed its first member of staff in March 2018 and in May 2019 appointed the Communications and Fundraising Manager to replace staff contracted from AAA secretariat. Her work is supervised by the Head of Fundraising and Communications for fundraising and by a designated Trustee and the Chair for finance and policy work. These staff changes have enabled improved fundraising initiatives, the completion of the policy review and streamlining of the financial systems with the accountants.

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)
FOR THE YEAR ENDED 31 DECEMBER 2019**

Directors and Trustees

The Directors of the Charitable Company (the Charity) are its Trustees for the purpose of charity law. The Trustees are also considered to be the key management of the Charity. The Trustees and officers serving during the year and since the year end were as follows:

Ms F E Campbell	(Resigned 1 April 2020)
Ms S J Gurney	(Resigned 1 April 2020)
Ms H L Sebright	(Resigned 31 December 2019)
Mr M P Jeffery	
Mr A Fawsitt	
Mr J M Christensen	(Appointed 3 December 2019)
Mr P G Peal	(Appointed 31 December 2019 and resigned 1 April 2020)
Ms A L Perry	(Appointed 31 December 2019)
Mr D Brown	(Appointed 31 December 2019)
Mrs H Benjamin	(Appointed 1 April 2020)
Mr T D Howard	(Appointed 23 March 2020)
Mrs A C McLean	(Appointed 1 April 2020)
Mr A D Welch	(Appointed 1 April 2020)

Overall control of the Charitable Company is with Trustees.

Trustee induction and training

The recruitment of Trustees is led by an audit of the skills held by the members of the Board. In 2019, 3 members of the Board were appointed by the Association of Air Ambulances (AAA) and in this case the Charity identified to AAA the skills and experience that would be helpful to the Board but the decision on the appointment was made by AAA.

Other Directors and the Chairman are appointed by an open recruitment process using both search and advertisement as appropriate, against an agreed person profile and job specification. Shortlisted candidates are interviewed by the Nominations Committee of the Board who make a recommendation to the Board. The AGM of the Charity confirms all appointments.

Following the review of the Articles for the new merged organisation four member nominated Directors representatives were confirmed at the AGM in 2020. At the same time the four Independent Trustees and the Independent Chair of Trustees were also ratified by the membership, which confirm 5 Independents and 4 Member representatives

New Trustees undergo a formal induction process covering, governance, risk management, financial systems and agreed procedures.

Disclosure of information to auditor

In so far as the trustees are aware:

- there is no relevant audit information of which the Charitable Company's auditor is unaware; and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information

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

Mrs H Benjamin

Independent Chair

Dated: 12 May 2020

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31 DECEMBER 2019**

The Trustees, who are also the directors of Association of Air Ambulances (Charity) Ltd 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 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.

ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD (OPERATING AS AIR AMBULANCE UK) INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD

Opinion

We have audited the financial statements of Association of Air Ambulances (Charity) Ltd ('the charitable company') for the year ended 31 December 2019 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the 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 charitable company's affairs as at 31 December 2019 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.

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 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 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.

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

TO THE MEMBERS OF ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the 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.

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, which includes the Directors' Report prepared for the purposes of Company Law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report, which is included in 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 Charitable Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustee's report.

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

- adequate 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 Directors' 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 directors' report.

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE MEMBERS OF ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD**

Responsibilities of Trustees

As explained more fully in the Trustees' responsibilities statement, 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 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 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 section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

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.

**Sailesh Mehta (Senior Statutory Auditor)
for and on behalf of HW Fisher, statutory auditor**

14 May 2020

Acre House
11-15 William Road
London
NW1 3ER

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2019**

	Notes	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £	Total 2018 £
<u>Income and endowments from:</u>					
Donations and legacies	3	383,461	16,161	399,622	486,969
Investments	4	551	-	551	-
Other income	5	-	-	-	500
Total income		<u>384,012</u>	<u>16,161</u>	<u>400,173</u>	<u>487,469</u>
<u>Expenditure on:</u>					
Raising funds	6	109,857	-	109,857	44,943
Charitable activities	7	247,297	23,793	271,090	817,517
Total resources expended		<u>357,154</u>	<u>23,793</u>	<u>380,947</u>	<u>862,460</u>
Net income/(expenditure) for the year/ Net movement in funds		26,858	(7,632)	19,226	(374,991)
Fund balances at 1 January 2019					
As originally reported		106,057	-	106,057	481,048
Prior year adjustment	22	(7,663)	7,663	-	-
As restated		<u>98,394</u>	<u>7,663</u>	<u>106,057</u>	<u>481,048</u>
Fund balances at 31 December 2019		<u><u>125,252</u></u>	<u><u>31</u></u>	<u><u>125,283</u></u>	<u><u>106,057</u></u>

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2019**

	Notes	2019 £	£	2018 £	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations	20		(160,423)		36,055
Investing activities					
Purchase of tangible fixed assets		(530)		(2,349)	
Interest received		551		-	
Net cash generated from/(used in) investing activities			21		(2,349)
Net cash used in financing activities			-		-
Net (decrease)/increase in cash and cash equivalents			(160,402)		33,706
Cash and cash equivalents at beginning of year			450,061		416,355
Cash and cash equivalents at end of year			<u>289,659</u>		<u>450,061</u>

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
BALANCE SHEET**

AS AT 31 DECEMBER 2019

		2019		2018 as restated	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	12		1,340		1,696
Current assets					
Debtors	13	34,496		11,941	
Cash at bank and in hand		289,659		450,061	
		<u>324,155</u>		<u>462,002</u>	
Creditors: amounts falling due within one year	15	<u>(200,212)</u>		<u>(357,641)</u>	
Net current assets			123,943		104,361
Total assets less current liabilities			<u>125,283</u>		<u>106,057</u>
Income funds					
Restricted funds	16		31		7,663
Unrestricted funds			125,252		98,394
			<u>125,283</u>		<u>106,057</u>

The Trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The accounts were approved by the Trustees on 12 May 2020

Mrs H Benjamin
Independent Chair

Company Registration No. 09391251

ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD (OPERATING AS AIR AMBULANCE UK) NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

Charity information

Association of Air Ambulances (Charity) Ltd is a private company limited by guarantee incorporated in England and Wales, company number: 09391251. The registered office is 50 Broadway, Westminster, London, SW1H 0BL.

The Association of Air Ambulances (Charity) Ltd is a facilitator for all air ambulance charities that have contractual rights over a helicopter used for emergency medical missions. It is reactive yet responsive to donors who wish to donate to multiple air ambulance charities.

1.1 Accounting convention

The accounts have been prepared in accordance with the Charity's governing document, the Companies Act 2006 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). The Charity meets the definition of 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 principal accounting policies adopted are set out below.

The charity is exempt from preparing group accounts as the aggregate gross income of the group is below the threshold requirement under the Charities Act 2011 and qualifies as small as set out in section 383 of the Companies Act 2006 and the group is not ineligible as set out in section 384 of that Act.

1.2 Going concern

As stated in note 18, the Trustees have considered the effect of the Covid-19 outbreak. The Trustees consider that the outbreak is likely to cause a significant diminution of the Charity's income and attenuation of the Charity's activities. Membership receipts due to The Association of Air Ambulances Ltd, acquired at the start of the year, are largely as expected. Extensive revisions have been made to the expenditure plans of the combined organisation. At the time of approving the financial statements, the Trustees have a reasonable expectation that the Charity 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 unless the funds have been designated for other purposes.

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.

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2019**

1 Accounting policies

(Continued)

1.4 Incoming resources

Income is recognised when the Charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

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.

1.5 Resources expended

All expenditure is included on an accruals basis and is recognised when there is a legal or constrictive obligation to pay for expenditure. The Charitable Company is not registered for VAT and accordingly expenditure is shown gross of irrecoverable VAT.

Charitable expenditure comprises those costs incurred in the delivery of its activities and services for the beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include costs associated with meeting the constitutional and statutory requirements of the charity.

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.

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:

Computers	3 years straight line
-----------	-----------------------

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Impairment of fixed assets

At each reporting end date, the Charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, and whenever there is an indication that the asset may be impaired.

1.8 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.

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2019**

1 Accounting policies

(Continued)

1.9 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Except for fixed assets and investments, basic financial instruments are recognised as the amount payable or receivable when the instrument is first recognised together with any subsequent transaction costs but modified in respect of trade debtors for an assessment of potential bad debt.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

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

2 Critical accounting estimates and judgements

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2019**

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Total
	2019 £	2019 £	2019 £	2018 £
Donations and gifts	192,641	16,161	208,802	439,732
Legacies receivable	190,820	-	190,820	47,237
	<u>383,461</u>	<u>16,161</u>	<u>399,622</u>	<u>486,969</u>
For the year ended 31 December 2018	<u><u>367,213</u></u>	<u><u>119,756</u></u>		<u><u>486,969</u></u>

	Unrestricted funds As restated 2018 £	Restricted funds As restated 2018 £	Total 2018 £	Total 2017 £
Donations and gifts	319,976	119,756	439,732	528,074
Legacies receivable	47,237	-	47,237	49,716
	<u>367,213</u>	<u>119,756</u>	<u>486,969</u>	<u>577,790</u>
For the year ended 31 December 2017	<u><u>458,109</u></u>	<u><u>119,681</u></u>		<u><u>577,790</u></u>

4 Investments

	Unrestricted funds	Total
	2019 £	2018 £
Interest receivable	551	-
	<u>551</u>	<u>-</u>

5 Other income

	Unrestricted funds	Total
	2019 £	2018 £
Other income	-	500
	<u>-</u>	<u>500</u>

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2019**

6 Raising funds

	Unrestricted funds	Total
	2019	2018
	£	£
<u>Fundraising and publicity</u>		
Staff costs	80,936	36,268
Depreciation and impairment	886	653
Support costs	28,035	8,022
	<u>109,857</u>	<u>44,943</u>
Fundraising and publicity	<u>109,857</u>	<u>44,943</u>

7 Charitable activities

	2019	2018
	£	£
Management charge from Association of Air Ambulances Limited (see note 19)	8,927	30,185
Distributed to air ambulance services in furtherance of charitable activities (see note 8)	232,939	738,606
Share of support costs (see note 9)	16,482	38,896
Share of governance costs (see note 9)	12,742	9,830
	<u>271,090</u>	<u>817,517</u>
Analysis by fund		
Unrestricted funds	247,297	
Restricted funds	23,793	
	<u>271,090</u>	
For the year ended 31 December 2018		
Unrestricted funds		624,911
Restricted funds		192,606
		<u>817,517</u>

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2019**

8 Distributed to air ambulance services in furtherance of charitable activities

	2019	2018
	£	£
Grants to institutions (21 grants):		
Cornwall Air Ambulance Trust	9,959	27,411
Devon Air Ambulance Trust	12,040	27,735
Dorset and Somerset Ambulance Trust	12,040	52,504
East Anglian Air Ambulance	9,959	31,323
Essex and Herts Air Ambulance	10,113	34,748
Great North Air Ambulance Service	9,959	28,278
Great Western Air Ambulance Service	12,040	41,283
Hampshire and Isle of Wight Air Ambulance	12,040	42,705
Kent, Surrey and Sussex Air Ambulance Trust	19,038	81,604
Lincs and Notts Air Ambulance Charitable Trust	9,959	27,588
London's Air Ambulance	12,040	49,658
MAGPAS	9,959	27,480
North West Air Ambulance Charity	9,959	37,116
Midlands Air Ambulance Charity	9,959	31,385
Scotland's Charity Air Ambulance	9,959	31,446
Thames Valley Air Ambulance	12,040	29,274
The Air Ambulance Service	9,959	26,796
Wales Air Ambulance Charity	9,959	27,411
Wiltshire Air Ambulance	12,040	26,818
Yorkshire Air Ambulance	9,959	27,915
Air Ambulance Northern Ireland	9,959	28,128
	<u>232,939</u>	<u>738,606</u>

The trustees have decided to include within the distributions above £186,940 in grants to the associations listed above which is payable in January 2020. This amount relates to the distribution of donations received in 2019. The distribution was made on 6 January 2020.

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2019**

9 Support costs

	Support costs	Governance costs	2019	2018	Basis of allocation
	£	£	£	£	
Travel and subsistence	9,344	-	9,344	7,011	Direct
Bank charges	637	-	637	274	Direct
Advertising and marketing	7,967	-	7,967	10,250	Direct
Postage, stationery and telephone	1,396	-	1,396	1,568	Direct
Legal and professional fees	4,960	-	4,960	15,241	Direct
IT, film and website costs	12,420	-	12,420	8,099	Direct
Insurance	1,088	-	1,088	317	Direct
Board and committee meetings	846	-	846	1,669	Direct
Recruitment costs	2,547	-	2,547	-	Direct
General expenses	3,312	-	3,312	2,489	Direct
Audit fees	-	4,300	4,300	3,420	Governance
Accountancy and bookkeeping	-	8,442	8,442	6,410	Governance
	<u>44,517</u>	<u>12,742</u>	<u>57,259</u>	<u>56,748</u>	
Analysed between					
Fundraising	28,035	-	28,035	8,022	
Charitable activities	16,482	12,742	29,224	48,726	
	<u>44,517</u>	<u>12,742</u>	<u>57,259</u>	<u>56,748</u>	

Governance costs includes payments to the auditors of £4,300 (2018- £3,420) for audit fees.

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2019**

9 Support costs

(Continued)

	Support costs	Governance costs	2018	2017	Basis of allocation
	£	£	£	£	
Travel and subsistence	7,011	-	7,011	5,976	Direct
Bank charges	274	-	274	208	Direct
Advertising and marketing	10,250	-	10,250	-	Direct
Postage, stationery and telephone	1,568	-	1,568	4,002	Direct
Legal and professional fees	15,241	-	15,241	394	Direct
IT, film and website costs	8,099	-	8,099	7,873	Direct
Insurance	317	-	317	600	Direct
Board and committee meetings	1,669	-	1,669	2,976	Direct
Recruitment costs	-	-	-	275	Direct
General expenses	2,489	-	2,489	1,014	Direct
		-			
Audit fees	-	3,420	3,420	6,730	Governance
Accountancy and bookkeeping	-	6,410	6,410	-	Governance
	<u>46,918</u>	<u>9,830</u>	<u>56,748</u>	<u>30,048</u>	
Analysed between					
Fundraising	8,022	-	8,022	-	
Charitable activities	38,896	9,830	48,726	30,048	
	<u>46,918</u>	<u>9,830</u>	<u>56,748</u>	<u>30,048</u>	

10 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year.

During the year, expenses were reimbursed to Liz Campbell for the total amount of £325 (2018: £501) for travel and other support costs.

During the year, expenses were reimbursed to Martin Jeffery for the total amount of £212 (2018: £203) for travel and other support costs.

During the year, expenses were reimbursed to Adam Fawsitt for the total amount of £2,635 (2018: £1,193) for travel and other support costs, and £nil (2018: £2,349) for fixed assets.

During the year, expenses were reimbursed to John Christensen for the total amount of £154 (2018: £nil) for travel costs.

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2019**

11 Employees

Number of employees

The average monthly number of employees during the year was:

	2019 Number	2018 Number
Fundraising staff	2	1

Employment costs

	2019 £	2018 £
Wages and salaries	70,760	32,316
Social security costs	7,786	3,485
Other pension costs	2,390	467
	<u>80,936</u>	<u>36,268</u>

There were no employees whose annual remuneration was £60,000 or more.

12 Tangible fixed assets

	Computers £
Cost	
At 1 January 2019	2,349
Additions	530
	<u>2,879</u>
At 31 December 2019	
Depreciation and impairment	
At 1 January 2019	653
Depreciation charged in the year	886
	<u>1,539</u>
At 31 December 2019	
Carrying amount	
At 31 December 2019	<u>1,340</u>
At 31 December 2018	<u>1,696</u>

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2019**

13 Debtors

	2019	2018
	£	£
Amounts falling due within one year:		
Trade debtors	33,000	11,391
Other debtors	1,043	-
Prepayments and accrued income	453	550
	<u>34,496</u>	<u>11,941</u>

14 Financial instruments

	2019	2018
	£	£
Carrying amount of financial assets		
Debt instruments measured at amortised cost	1,043	11,391
Instruments measured at fair value through profit or loss	289,659	450,061
	<u>290,702</u>	<u>461,452</u>
Carrying amount of financial liabilities		
Measured at amortised cost	195,900	356,346
	<u>195,900</u>	<u>356,346</u>

Fair Value

Financial assets measured at fair value through profit or loss comprise of cash at bank and in hand.

Amortised Cost

Financial assets measured at amortised cost comprise of an amount of restricted donation over-donated to 8 charities, held in reserve to be adjusted in the June 2020 distribution.

Financial liabilities measured at amortised cost comprise of trade and other creditors, and funds awaiting distribution to charities.

15 Creditors: amounts falling due within one year

	2019	2018
	£	£
Other taxation and social security	2,057	1,295
Trade creditors	1,491	1,101
Funds awaiting donation to charities	187,983	312,003
Other creditors	256	32,405
Accruals and deferred income	8,425	10,837
	<u>200,212</u>	<u>357,641</u>

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2019**

16 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:

	Balance at 1 January 2019 £	Net incoming resources £	Net distributions £	Balance at 31 December 2019 £
Hall & Woodhouse	7,663	16,161	(23,793)	31
Pascal Fournier	-	7,000	(7,000)	-
Allianz	-	155	(155)	-
	<u>7,663</u>	<u>23,316</u>	<u>(30,948)</u>	<u>31</u>

Allianz donations have been restricted in line with Allianz's online donation portal.

	Balance at 1 January 2018 £	Net incoming resources As Restated £	Net distributions £	Balance at 31 December 2018 As Restated £
The Polo Charity	9,450	-	(9,450)	-
Allianz	71,063	75,087	(146,150)	-
Roadchef	-	26,452	(26,452)	-
Pascal Fournier	-	10,000	(10,000)	-
CIPFA Business	-	555	(555)	-
Hall & Woodhouse	-	7,663	-	7,663
	<u>80,513</u>	<u>119,757</u>	<u>(192,607)</u>	<u>7,663</u>

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2019**

17 Analysis of net assets between funds

	Unrestricted Funds 2019 £	Restricted Funds 2019 £	Total 2019 £	Total 2018 £
Fund balances at 31 December 2019 are represented by:				
Tangible assets	1,340	-	1,340	1,696
Current assets/(liabilities)	122,869	1,074	123,943	104,361
	<u>124,209</u>	<u>1,074</u>	<u>125,283</u>	<u>106,057</u>

	Unrestricted Funds 2018 £	Restricted Funds As Restated 2018 £	Total 2018 £	Total 2017 £
Fund balances at 31 December 2018 are represented by:				
Tangible assets	1,696	-	1,696	-
Current assets/(liabilities)	96,698	7,663	104,361	481,046
	<u>98,394</u>	<u>7,663</u>	<u>106,057</u>	<u>481,046</u>

18 Events after the reporting date

Merger

With effect from midnight on 31 December 2019 the charity became the sole member of Association of Air Ambulances Limited, a company limited by guarantee, registered in England and Wales, company number 08341197. The aggregate amount of its assets, liabilities and funds at 31 December 2019 was £94,967. Turnover for the year was £279,005. As a unified entity the Charity will be the only national organisation supporting air ambulances and will be able to develop a focussed approach to improving the service offered to patients.

Covid-19

The Trustees have considered the effect of the Covid-19 outbreak that has been spreading throughout the world in early 2020 on the Charity's activities. This outbreak is likely to cause a significant disruption to the Charity's voluntary income but at the date of approval of these financial statements, the extent and quantum of the disruption remains uncertain. The following factors give the Trustees cause for optimism:

- Membership receipts due to The Association of Air Ambulances Ltd, acquired at the start of the year, are largely as expected
- Staff already work predominantly from home and are practiced in remote working methods.
- Extensive revisions have been made to trim expenditure plans including actions to postpone activities and to close our office.
- Brought forward funds, including cash balances, are adequate to meet requirements.

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2019**

19 Related party transactions

Key management personnel of the charity are considered to be the trustees. No employee benefits were received by the trustees or the charity's key management personnel for their services to the charity.

Transactions with related parties

During the year the Charity entered into the following transactions with related parties:

	Sale of goods and services		Purchase of goods and services	
	2019 £	2018 £	2019 £	2018 £
Association of Air Ambulances Limited	-	-	1,770	900
Other related parties	-	-	1,060	-
	<u>-</u>	<u>-</u>	<u>2,830</u>	<u>900</u>
	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>2,830</u></u>	<u><u>900</u></u>

	Management charges		Recharged expenses	
	2019 £	2018 £	2019 £	2018 £
Association of Air Ambulances Limited	7,610	30,185	1,678	773
	<u>7,610</u>	<u>30,185</u>	<u>1,678</u>	<u>773</u>
	<u><u>7,610</u></u>	<u><u>30,185</u></u>	<u><u>1,678</u></u>	<u><u>773</u></u>

The following amounts were outstanding at the reporting end date:

	Amounts owed to related parties	
	2019 £	2018 £
Association of Air Ambulances Limited	256	10,692
	<u>256</u>	<u>10,692</u>
	<u><u>256</u></u>	<u><u>10,692</u></u>

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2019**

19 Related party transactions

(Continued)

During the year the following charities received grants from the Association of Air Ambulances (Charity) Limited. The charities had common trustees/management during the year as noted below:

- Midlands Air Ambulance Charity - Hanna Sebright. Amount distributed in the year: £9,959 (2018: £27,411), all of which relates to unrestricted donations.
- Essex and Herts Air Ambulance - Jane Gurney. Amount distributed for in the year: £10,113 (2018: £34,748). This amount includes £154 of restricted donations.
- East Anglian Air Ambulance - Patrick Peal. Amount distributed for in the year: £9,959, all of which relates to unrestricted donations.
- Great Western Air Ambulance Service - Anna Perry. Amount distributed for in the year: £12,040. This amount includes £2,081 of restricted donations.
- MAGPAS - Daryl Brown. Amount distributed for in the year: £9,959, all of which relates to unrestricted donations.

20 Cash generated from operations	2019	2018
	£	£
Surplus/(deficit) for the year	19,226	(374,991)
Adjustments for:		
Investment income recognised in statement of financial activities	(551)	-
Depreciation and impairment of tangible fixed assets	886	653
Movements in working capital:		
(Increase)/decrease in debtors	(22,555)	80,180
(Decrease)/increase in creditors	(157,429)	330,213
Cash (absorbed by)/generated from operations	(160,423)	36,055

21 Analysis of changes in net funds

The Charity had no debt during the year.

**ASSOCIATION OF AIR AMBULANCES (CHARITY) LTD
(OPERATING AS AIR AMBULANCE UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2019**

**22 Prior period adjustment
Changes to the balance sheet**

		At 31 December 2018		
	Notes	As previously reported £	Adjustment £	As restated £
Capital funds				
Income funds				
Restricted funds	1	-	7,663	7,663
Unrestricted funds	1	106,057	(7,663)	98,394
		<u>106,057</u>	<u>-</u>	<u>106,057</u>
	Total equity	<u>106,057</u>	<u>-</u>	<u>106,057</u>

1. Restricted Income

During 2018, £7,663 of restricted income was included within unrestricted income. This restatement adjustment affects the fund balances as at 31 December 2018, which are reflected in these financial statements.

Changes to the profit and loss account

	Period ended 31 December 2018		
	As previously reported £	Adjustment £	As restated £
Net movement in funds	(374,991)	-	(374,991)
	<u>(374,991)</u>	<u>-</u>	<u>(374,991)</u>