

**NATIONAL ASSOCIATION FOR
COLITIS AND CROHN'S DISEASE**

Registered Charity No. 282732

ACCOUNTS

FOR THE YEAR ENDED

31st DECEMBER 2002

National Association for Colitis and Crohn's Disease

Trustees' Responsibilities

Law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing financial statements giving a true and fair view, the trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements;
- 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 accounting records which disclose with reasonable accuracy the financial position of the charity and which enable them to ascertain the financial position of the charity and ensure that the financial statements comply with the constitution. 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.

Independent Auditors' Report to the Trustees of the National Association for Colitis and Crohn's Disease

We have audited the financial statements of the National Association for Colitis and Crohn's Disease for the year ended 31st December 2002 which comprise the Consolidated Statement of Financial Activities, the Balance Sheet and the related notes. These financial statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out therein.

This report is made solely to the charity's trustees, as a body, in accordance with regulations made under Section 43 of the Charities Act 1993. Our audit work has been undertaken for no purpose other than to draw to the attention of the charity's trustees those matters which we are required to include in an auditor's report addressed to them. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the charity and charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective Responsibilities of Trustees and Auditors

The trustees' responsibilities for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Standards are set out in the Statement of Trustees' Responsibilities.

We have been appointed as auditors under section 43 of the Charities Act 1993 and report in accordance with regulations made under section 44 of that Act. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Charities Act 1993. We also report to you if, in our opinion, the Trustees' Report is not consistent with the financial statements, if the charity has not kept proper accounting records, or if we have not received all the information and explanations we require for our audit.

We are not required to consider whether the statement in the Trustees' Report concerning the major risks to which the charity is exposed covers all existing risks and controls, or to form an opinion on the effectiveness of the charity's risk management and control procedures.

We read other information contained in the Trustees' Report and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of Audit Opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming an opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the charity's and its subsidiary's affairs as at 31st December 2002 and of their incoming resources and application of resources in the year then ended and have been properly prepared in accordance with the Charities Act 1993.

Devonshire House
60 Goswell Road
London EC1M 7AD

Kingston Smith
Chartered Accountants
and Registered Auditors

15th May 2003

National Association for Colitis and Crohn's Disease
Consolidated Statement of Financial Activities
For the year ended 31st December 2002

	Note	Unrestricted funds (inc. designated funds note 22) £	Restricted funds £	Total funds 2002 £	Total funds 2001 £
Incoming resources					
Donations, legacies and similar incoming resources	2	315,148	336,520	651,668	508,795
Income from activities in furtherance of the objects	3	328,307	81,530	409,837	353,603
Income from activities for generating funds	4	148,250	102,046	250,296	234,666
Investment income and interest	5	21,025	49,549	70,574	79,925
Total incoming resources		812,730	569,645	1,382,375	1,176,989
less: Cost of generating funds	6	124,042	10,344	134,386	95,787
Net income available for charitable application		688,688	559,301	1,247,989	1,081,202
Charitable expenditure					
Cost of activities in furtherance of the objects of the charity					
Grants paid	8	3,852	493,096	496,948	274,680
Grant support costs	9	3,641	27,753	31,394	22,289
Information line, booklets and newsletters		183,107	34,196	217,303	283,835
Counselling Project		3,232	-	3,232	15,871
Raising awareness		39,742	-	39,742	45,196
NACC Groups		84,720	10,500	95,220	87,693
NACC in Contact		33,416	3,618	37,034	-
Membership costs		93,602	-	93,602	121,438
Family and young people support		4,482	2,286	6,768	1,416
Disability Benefits Project		49,926	-	49,926	54,578
Managing and administering the charity	10	94,723	425	95,148	83,783
Total charitable expenditure		594,443	571,874	1,166,317	990,779
Net incoming/(outgoing) resources before transfers	11	94,245	(12,573)	81,672	90,423
Transfers between funds	15	(57,895)	57,895	-	-
Net incoming /(outgoing) resources before revaluations		36,350	45,322	81,672	90,423
Unrealised loss on investment assets		(39,480)	(57,859)	(97,339)	(91,284)
Net movement in funds for the year		(3,130)	(12,537)	(15,667)	(861)
Fund balances brought forward at 1st January 2002		711,864	857,832	1,569,696	1,570,557
Fund balances carried forward at 31st December 2002 (page 4)		708,734	845,295	1,554,029	1,569,696
		Note 22	Note 23		

All gains and losses arising in the year are included in the Statement of Financial Activities and arise from continuing operations.

National Association for Colitis and Crohn's Disease

Balance Sheet at 31st December 2002

	Note	Group*		Charity	
		2002 £	2001 £	2002 £	2001 £
Fixed assets					
Tangible assets	16	98,125	114,366	97,960	114,035
Investment	17	912,066	1,009,405	912,067	1,009,406
		<u>1,010,191</u>	<u>1,123,771</u>	<u>1,010,027</u>	<u>1,123,441</u>
Current assets					
Stock of goods for resale		4,325	11,755	-	-
Debtors	18	17,089	48,958	25,788	75,331
Cash at bank and in hand	19	1,131,423	838,381	1,112,608	819,104
		<u>1,152,837</u>	<u>899,094</u>	<u>1,138,396</u>	<u>894,435</u>
Creditors: amounts falling due within one year	20	<u>(608,999)</u>	<u>(453,169)</u>	<u>(593,393)</u>	<u>(443,841)</u>
Net current assets		<u>543,838</u>	<u>445,925</u>	<u>545,003</u>	<u>450,594</u>
Total net assets		<u><u>1,554,029</u></u>	<u><u>1,569,696</u></u>	<u><u>1,555,030</u></u>	<u><u>1,574,035</u></u>
Funds					
Unrestricted funds					
Designated funds held nationally	22	352,112	373,518	352,112	373,518
General Reserve Fund held nationally		147,810	128,412	147,810	128,412
Unrestricted funds held by NACC Groups		209,813	214,273	209,813	214,273
Non charitable trading funds		<u>(1,001)</u>	<u>(4,339)</u>	<u>-</u>	<u>-</u>
Total unrestricted funds		<u>708,734</u>	<u>711,864</u>	<u>709,735</u>	<u>716,203</u>
Restricted funds					
Held nationally	23	728,315	759,322	728,315	759,322
Held by NACC Groups		116,980	98,510	116,980	98,510
Total restricted funds		<u>845,295</u>	<u>857,832</u>	<u>845,295</u>	<u>857,832</u>
Total funds		<u><u>1,554,029</u></u>	<u><u>1,569,696</u></u>	<u><u>1,555,030</u></u>	<u><u>1,574,035</u></u>

The accounts, which comprise the statement of financial activities, the balance sheet and the related notes, were approved by the Council of Trustees on 14th May 2003 and signed on its behalf on _____ by:

B. Brown Chairman

P. Barnes Treasurer

*Group represents the consolidation of the charity with its trading company.

National Association for Colitis and Crohn's Disease

Notes to the Accounts

For the year ended 31st December 2002

1 Accounting policies

Basis of accounting

The accounts have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice for Charities "Accounting and Reporting by Charities" (2000), the Charities Act 1993 and applicable accounting standards.

Group financial statements

These financial statements consolidate the results of the charity and its wholly owned trading subsidiary NACC Merchandise Limited, on a line by line basis. A separate statement of financial activities (SOFA) is not presented because the charity has taken advantage of the provisions of paragraph 304 of the SORP.

NACC Groups

The charity had more than 70 local groups that were active to some degree during the year. All active groups are required to make returns of income and expenditure for the year which are consolidated in the financial statements. By the nature of the charity, however, the deadline for returns to be received cannot always be met which means that some results are omitted, and some groups are inactive. Returns had not been received from 3 groups at the time of the audit.

Income

- i) All income is included in the accounts without netting off expenditure
- ii) Members' subscriptions are taken to income in full in the year of receipt.
- iii) Investment income is taken to income when received and then allocated annually to the various funds in proportion to their average balance throughout the year.
- iv) Donations received are treated as unrestricted funds unless they are specifically designated by the donor for either research or the welfare of sufferers, in which cases they are kept in the separate funds. All donations received "in memory" are treated as research unless the donor specifies otherwise.
- v) Legacies are included in the financial statements as soon as their receipt can be anticipated with a high degree of certainty. This frequently coincides with the funds being received.

Expenditure

- i) Expenditure is charged on an accruals basis.
- ii) The full cost of booklets, leaflets etc. is charged in the year the expenditure is incurred.
- iii) Research grants are charged to expenditure at the time they are allocated.

Grants are allocated to cover the cost of equipment and/or the salaries of research staff.

The majority of grants, which can be for more than one year, are paid quarterly in arrears. For administrative reasons it can take some time for the grantee to appoint suitable staff and consequently some grants may remain partly unpaid at the year end.

Full provision is made for amounts allocated but not yet paid and this provision is shown as a creditor falling due within one year.

- iv) The majority of costs are directly attributable to specific activities. Costs incurred in the furtherance of the charitable activities include elements of staff costs and attributable overhead that have been allocated on the basis of time spent on the individual activity.
- v) Support costs for grants represent those costs incurred in administering the award and payment of grants by the charity. Support costs were not previously allocated to grants and it would not be practicable to restate comparatives in respect of this change in policy.
- vi) Costs of managing and administering the charity include both the direct costs of the charity meeting its statutory obligations and a portion of officer and overhead time spent on the management of assets, organisational administration and compliance with constitutional and statutory requirements.

National Association for Colitis and Crohn's Disease

Notes to the Accounts

For the year ended 31st December 2002 (continued)

1 Accounting policies (continued)

Stocks

Stocks of goods for resale are valued at the lower of cost and net realisable value.

Capitalisation and depreciation of tangible fixed assets

All assets costing more than £500 are capitalised at the cost to the charity.

With the exception of leasehold improvements, depreciation is provided in respect of fixed assets at a rate of 25% per year which rate it is believed fairly reflects the average estimated life of the charity's assets. Leasehold improvements are depreciated over the life of the lease.

Fixed asset investments

Fixed asset investments are included at market value at the balance sheet date. Any gain or loss on revaluation is taken to the SOFA.

Pension Contributions

The charity makes contributions for employees to a group personal pension scheme. This is a defined contribution scheme to which the Association makes employer's contributions of 8% of gross pay. Where employees prefer to maintain their personal pension schemes similar employer contributions are made. Outstanding contributions to the scheme at 31st December 2002 amounted to £389, these are included in creditors (this amount was paid in January 2003).

Funds Accounting

Funds held by the charity are:

Unrestricted general funds - these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.

Designated funds - these are funds set aside by the trustees out of unrestricted general funds for specific future purposes in accordance with the development plans of the organisation and to enable the completion of existing projects.

Restricted funds - these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular purposes.

These funds are further divided between those held Nationally and those held by NACC Groups. Further explanation of the nature and purpose of each fund is included in the notes to the accounts.

Operating leases

Rentals applicable to operating leases where substantially all the benefits and risks of ownership remain with the lessor are charged to the SOFA as they arise.

2 Donations, legacies and similar incoming resources

	2002	2001
	£	£
Donations from members	279,491	205,285
Donations to NACC Groups	128,998	105,817
Other donations	169,887	157,077
Legacies - National	66,090	10,616
- NACC Groups	7,202	30,000
	651,668	508,795

National Association for Colitis and Crohn's Disease

Notes to the Accounts

For the year ended 31st December 2002 (continued)

3	Income from activities in furtherance of the objects	2002	2001
		£	£
	Subscriptions	284,746	252,498
	Grants from Government and Public Authorities (see below)	30,155	73,005
	Other Grants	94,936	28,100
		<u>409,837</u>	<u>353,603</u>
	<i>Grants from Government and Public Authorities</i>		
	Department of Health - Counselling Project	-	3,125
	- Information & Support (Asst. Director)	-	3,000
	Community Fund (formerly National Lottery Charities Board)		
	- Research Project on Self-Management by Patients	30,155	66,880
		<u>30,155</u>	<u>73,005</u>
		<u>409,837</u>	<u>353,603</u>
	All grants have been expended only on those matters for which they were received. Portions of grant unspent at the year end are carried forward as restricted funds.		
4	Income from activities for generating funds	2002	2001
		£	£
	National fundraising appeals	56,111	42,270
	NACC Groups' fundraising	125,630	127,354
	Turnover of Trading Subsidiary (note 7)	56,851	55,068
	Other income	11,704	9,974
		<u>250,296</u>	<u>234,666</u>
5	Investment income and interest	2002	2001
		£	£
	Income from quoted investments	48,942	48,259
	Other Interest - Charity	21,541	31,411
	- Trading Subsidiary	91	255
		<u>70,574</u>	<u>79,925</u>
6	Cost of generating funds	2002	2001
		£	£
	Costs of Trading Subsidiary (note 7)	53,004	58,961
	National fundraising support costs	61,401	11,722
	NACC Groups fundraising	19,981	25,104
		<u>134,386</u>	<u>95,787</u>

National Association for Colitis and Crohn's Disease

Notes to the Accounts

For the year ended 31st December 2002 (continued)

7 Trading Subsidiary

The charity has a wholly owned trading subsidiary NACC Merchandise Limited, a company incorporated in the UK. The company sells Christmas cards and other products. The company pays interest on a loan for working capital to the charity and covenants its taxable profits to NACC. A summary of the trading results of the company is shown below. Audited accounts have been filed with the Registrar of Companies.

	2002	2001
	£	£
Profit and loss account		
Turnover	56,851	55,068
Cost of sales	<u>(34,530)</u>	<u>(38,824)</u>
Gross profit	22,321	16,244
Distribution costs	(14,926)	(15,347)
Administration expenses	(3,548)	(4,790)
Interest payable	(600)	(800)
Interest receivable	<u>91</u>	<u>255</u>
Net profit	3,338	(4,438)
Amount covenanted to NACC	<u>-</u>	<u>-</u>
Profit/(loss) on ordinary activities	3,338	(4,438)
Retained (loss)/profit brought forward	<u>(4,339)</u>	<u>99</u>
Retained loss carried forward	<u><u>(1,001)</u></u>	<u><u>(4,339)</u></u>

8 Grants paid

Welfare grants

Grants are made by NACC's Welfare Fund Committee to individual people who have a particular need arising as a result of their inflammatory bowel disease. The maximum level of grant in 2002 was £300 (2001 - £300). 143 grants were made in the year totalling £34,629.

Research grants

Grants are made by NACC's Research Committees to fund research projects that have been approved by peer review. Grants may be for equipment, consumables or salaries, the institutions to which grants were paid in 2002 are listed below. NACC does not contribute to the overhead costs of such institutions.

	2002
	£
Medical research	
University Hospital Nottingham	28,542
The London School of Medicine and Dentistry	79,809
Department of Gastroenterology, Oxford	44,838
University College Medical School, London	5,800
The Rayne Institute, St Thomas' Hospital, London	5,992
University of Edinburgh, Department of Medical Sciences	76,775
Adjustments to awards previously made	<u>(11,500)</u>
	<u>230,256</u>
Social and psychological research	
Department of Human Sciences, Loughborough University	45,000
Department of Social Sciences, Loughborough University	68,200
The Institute of Work, Health and Organisation, University of Nottingham	<u>44,785</u>
	<u>157,985</u>
Research project on self-management by patients	
Newcastle University	<u>48,108</u>
	<u><u>436,349</u></u>

(note continued overleaf)

National Association for Colitis and Crohn's Disease

Notes to the Accounts

For the year ended 31st December 2002 (continued)

8 Grants paid (continued)

Other grants

A number of small grants were made available at National level for counselling sessions, the total paid in the year was £500. In addition NACC Groups raised funds for local projects to which grants were made totalling £23,909.

Summary	Unrestricted £	Restricted £	Total £
Welfare	-	34,629	34,629
Research	-	436,349	436,349
Work undertaken for MAP review.	-	1,561	1,561
Other - NACC Groups	3,852	20,557	24,409
	<u>3,852</u>	<u>493,096</u>	<u>496,948</u>

9 Grant support costs

	2002 £	2001 £
Direct costs	13,625	7,026
Attributable staff costs	11,023	8,391
Attributable overheads	6,746	6,872
	<u>31,394</u>	<u>22,289</u>

10 Costs of managing and administering the charity

	2002 £	2001 £
NACC Groups - local costs	2,801	5,238
Direct costs including audit and legal fees (note 11)	32,845	32,656
Staff costs	29,062	18,351
Overheads	30,440	27,538
	<u>95,148</u>	<u>83,783</u>

11 Net incoming/(outgoing) resources before transfers

	2002 £	2001 £
This is stated after charging:		
Auditors' remuneration	9,100	8,813
Other fees paid to auditors	1,395	1,175
Legal and professional expenses	1,669	4,696
Depreciation	26,884	26,821
Property rental	34,310	34,310
	<u>34,310</u>	<u>34,310</u>

National Association for Colitis and Crohn's Disease

Notes to the Accounts

For the year ended 31st December 2002 (continued)

12 Staff costs	2002	2001
	£	£
Wages and salaries	215,699	194,184
Social security costs	18,275	16,380
Pension costs	14,527	15,229
	<u>248,501</u>	<u>225,793</u>

The average number of staff in terms of full time equivalents and the allocation of their time was:

Activities in furtherance of the objects		
Grant support costs	0.41	0.33
Other activities	7.89	8.70
Managing and administering the charity	1.19	0.68
Cost of generating funds	1.22	0.22
	<u>10.70</u>	<u>9.93</u>

No staff were paid more than £50,000 in the year.

13 Transactions with trustees

No trustee received any remuneration for their services.

A total of £8,420 (2001 - £8,235) was reimbursed to 11 (2001 - 10) trustees in respect of travelling expenses and other costs incurred in carrying out their responsibilities as trustees.

During the year the charity purchased trustees indemnity insurance costing £588 (2001: nil)

14 Lease rentals

The charity is committed to making payments of £34,310 per annum in respect of rent in the next year.

The lease expires after more than five years (2001: £34,310)

15 Transfers

Transfers are made for a variety of reasons, between types of funds and between national and NACC Groups, the note below illustrates these:

	Unrestricted Funds	Designated Funds	Restricted Funds	Total
	£	£	£	£
National				
Transfers from NACC Groups' funds	43,150	-	128,141	171,291
Release of funds with donor approval	3,540	-	(3,540)	-
National contribution to project	(1,583)	-	1,583	-
Transfers (from)/to designated funds	(61)	61	-	-
Total national funds	<u>45,046</u>	<u>61</u>	<u>126,184</u>	<u>171,291</u>
NACC Groups				
Transfers between NACC Groups' funds	(59,852)	-	59,852	-
Transfers to national funds	(43,150)	-	(128,141)	(171,291)
Total NACC Groups	<u>(103,002)</u>	<u>-</u>	<u>(68,289)</u>	<u>(171,291)</u>
Total funds	<u>(57,956)</u>	<u>61</u>	<u>57,895</u>	<u>-</u>
	(note 22)	(note 22)	(note 23)	

National Association for Colitis and Crohn's Disease
Notes to the Accounts
For the year ended 31st December 2002 (continued)

16 Fixed assets

All assets held for use by the charity.

Charity	Leasehold premises	Equipment and furniture	NACC Groups	Total
Cost	£	£	£	£
Brought forward 1st January 2002	122,326	78,760	16,790	217,876
Additions	2,417	5,664	2,562	10,643
Disposals & fully depreciated assets written off	-	(6,985)	(9,754)	(16,739)
Carried forward at 31st December 2002	<u>124,743</u>	<u>77,439</u>	<u>9,598</u>	<u>211,780</u>
Depreciation				
Brought forward 1st January 2002	47,634	41,302	14,905	103,841
Charge for the year	5,141	19,359	2,218	26,718
Fully depreciated assets written off	-	(6,985)	(9,754)	(16,739)
Carried forward 31st December 2002	<u>52,775</u>	<u>53,676</u>	<u>7,369</u>	<u>113,820</u>
Net book value				
At 31st December 2002	<u>71,968</u>	<u>23,763</u>	<u>2,229</u>	<u>97,960</u>
At 31st December 2001	<u>74,692</u>	<u>37,458</u>	<u>1,885</u>	<u>114,035</u>
Group*				
Cost	£	£	£	£
Brought forward 1st January 2002	122,326	79,423	16,790	218,539
Additions	2,417	5,664	2,562	10,643
Disposals & fully depreciated assets written off	-	(6,985)	(9,754)	(16,739)
Carried forward at 31st December 2002	<u>124,743</u>	<u>78,102</u>	<u>9,598</u>	<u>212,443</u>
Depreciation				
Brought forward 1st January 2002	47,634	41,634	14,905	104,173
Charge for the year	5,141	19,525	2,218	26,884
Fully depreciated assets written off	-	(6,985)	(9,754)	(16,739)
Carried forward 31st December 2002	<u>52,775</u>	<u>54,174</u>	<u>7,369</u>	<u>114,318</u>
Net book value				
At 31st December 2002	<u>71,968</u>	<u>23,928</u>	<u>2,229</u>	<u>98,125</u>
At 31st December 2001	<u>74,692</u>	<u>37,789</u>	<u>1,885</u>	<u>114,366</u>

*Group represents the consolidation of the charity with its trading company.

National Association for Colitis and Crohn's Disease

Notes to the Accounts

For the year ended 31st December 2002 (continued)

17 Investments	Group		Charity	
	2002 £	2001 £	2002 £	2001 £
<i>Charities Aid Foundation investment funds</i>				
Market value at 1st January 2002	1,009,405	1,100,689	1,009,405	1,100,689
Acquired in the year	-	-	-	-
Net unrealised (losses)/gains at 31st December 2002	<u>(97,339)</u>	<u>(91,284)</u>	<u>(97,339)</u>	<u>(91,284)</u>
Market value at 31st December 2002	912,066	1,009,405	912,066	1,009,405
Investment in subsidiary	-	-	1	1
	<u>912,066</u>	<u>1,009,405</u>	<u>912,067</u>	<u>1,009,406</u>
Cost at 31st December 2002	<u>1,100,000</u>	<u>1,100,000</u>	<u>1,100,001</u>	<u>1,100,001</u>

18 Debtors	Group		Charity	
	2002 £	2001 £	2002 £	2001 £
All amounts fall due within one year				
Balance with trading subsidiary	-	-	7,500	26,401
Prepayments	16,438	18,075	16,438	18,075
Tax recoverable	-	30,000	-	30,000
Other debtors	651	883	450	55
Accrued income	-	-	1,400	800
	<u>17,089</u>	<u>48,958</u>	<u>25,788</u>	<u>75,331</u>

The balance due from the trading subsidiary includes a £10,000 secured loan on which interest is payable at 4% above base rate. The loan is repayable by 4 equal instalments commencing in December 2002. The amount falling due after more than one year is therefore £7,500.

19 Analysis of cash at bank and in hand	Group		Charity	
	2002 £	2001 £	2002 £	2001 £
Current accounts and cash balances	20,061	17,881	20,061	17,881
Interest-bearing account balances	801,324	518,668	782,509	499,391
NACC Groups	<u>310,038</u>	<u>301,832</u>	<u>310,038</u>	<u>301,832</u>
	<u>1,131,423</u>	<u>838,381</u>	<u>1,112,608</u>	<u>819,104</u>

20 Creditors: amounts falling due within one year	Group		Charity	
	2002 £	2001 £	2002 £	2001 £
Unpaid balances of research grants	571,235	409,297	571,235	409,297
Trade creditors	1,471	8,378	-	-
Social security and other taxes	3,071	-	-	-
Other creditors	1,146	18,241	1,146	18,241
Accruals and deferred income	<u>32,076</u>	<u>17,253</u>	<u>21,012</u>	<u>16,303</u>
	<u>608,999</u>	<u>453,169</u>	<u>593,393</u>	<u>443,841</u>

National Association for Colitis and Crohn's Disease
Notes to the Accounts
For the year ended 31st December 2002 (continued)

21 Capital commitments

At 31st December 2002 the charity had no capital commitments (2001 - £Nil).

22 Unrestricted funds		Brought forward	Incoming resources	Resources expended*	Transfers	Carried forward
		£	£	£	£	£
Designated funds						
Contractual liabilities	(a)	100,000	-	-	-	100,000
Legacies - reserved for future special projects	(c)	49,999	-	-	-	49,999
Heyman Bursary	(b)	105,810	8,145	-	-	113,955
Counselling Project	(d)	3,293	-	(3,232)	(61)	-
Disability Benefits Project	(d)	15,000	-	(10,000)	-	5,000
Publications	(d)	5,357	-	(2,357)	-	3,000
Volunteer development	(d)	3,123	-	-	-	3,123
Fundraising development	(d)	5,000	-	(2,000)	-	3,000
Student support activities	(d)	6,500	-	-	-	6,500
Fixed assets	(e)	75,977	-	(11,901)	-	64,076
Prescription charges campaign	(d)	3,459	-	-	-	3,459
		<u>373,518</u>	<u>8,145</u>	<u>(29,490)</u>	<u>(61)</u>	<u>352,112</u>
Designated total						
Other unrestricted funds						
General Reserve Fund held nationally		128,412	609,977	(635,747)	45,168	147,810
Non charitable trading funds		(4,339)	56,342	(53,004)	-	(1,001)
NACC Groups		<u>214,273</u>	<u>138,266</u>	<u>(39,724)</u>	<u>(103,002)</u>	<u>209,813</u>
		<u>711,864</u>	<u>812,730</u>	<u>(757,965)</u>	<u>(57,895)</u>	<u>708,734</u>
Total						

- (a) The contractual liabilities fund was established to ensure funds are available to meet any potential liabilities under the premises lease.
- (b) The Heyman Bursary has been established from a legacy to act as an expendable endowment for the provision of nurse training. An allocation will be made to the fund each year of a portion of interest earned.
- (c) The legacies for future special projects fund was established to ensure that these funds are used for major projects to be designated by the trustees.
- (d) These funds were established in respect of special projects agreed by the trustees to be funded from legacies received.
- (e) The fixed asset fund represents sums set aside for the purchase of fixed assets and is written off in line with the depreciation charge for the assets acquired.

* Included within Resources expended are unrealised losses on investments.

National Association for Colitis and Crohn's Disease

Notes to the Accounts

For the year ended 31st December 2002 (continued)

23 Restricted funds	Brought forward	Incoming resources	Resources expended*	Transfers	Carried forward
	£	£	£	£	£
National					
Research	634,188	328,123	(473,419)	1,891	490,783
Patient/Professional Partnership Project	-	-	-	120,000	120,000
Welfare	59,448	24,479	(36,624)	6,225	53,528
Other projects					
Publications	1,500	-	(1,500)	-	-
Group Development	10,500	3,010	(10,500)	-	3,010
Booklets	-	9,125	(10,708)	1,583	-
Information services	-	36,250	(4,625)	-	31,625
Counselling Project	3,540	-	-	(3,540)	-
Families and young people	7,780	55	(2,286)	25	5,574
Disability Benefits Project	-	3,000	-	-	3,000
NIC telephone line	6,618	-	(3,618)	-	3,000
Scotland legacy	5,000	-	-	-	5,000
Self-management Research Project (Community Fund)	30,748	30,155	(48,108)	-	12,795
Total restricted funds held Nationally	759,322	434,197	(591,388)	126,184	728,315
NACC Groups					
Research	21,579	54,107	(1,919)	(58,649)	15,118
Welfare	1,204	300	-	(667)	837
Local projects	75,727	81,041	(46,770)	(8,973)	101,025
Total restricted funds held by NACC Groups	98,510	135,448	(48,689)	(68,289)	116,980
	857,832	569,645	(640,077)	57,895	845,295

*Included within Resources expended are unrealised losses on investments.

Each fund is used for the purpose its name defines.

24 Analysis of charity net assets between funds

	Unrestricted		Restricted		Total
	NACC Groups	National	NACC Groups	National	
	£	£	£	£	£
Fund balances at 31st December 2001 are represented by:					
Tangible fixed assets	2,229	95,731	-	-	97,960
Investments	-	369,926	-	542,141	912,067
Current assets	207,584	56,423	116,980	757,409	1,138,396
Current liabilities		(22,158)		(571,235)	(593,393)
	209,813	499,922	116,980	728,315	1,555,030

25 Related Party

A company, NACC Nominees Limited, has been formed to hold the lease of the offices occupied by the charity. This position was made necessary because of the unincorporated status of NACC. The directors of NACC Nominees Limited are the trustees of the charity. The obligations arising under the lease are being met by the charity and the designated fund previously established to meet contractual liabilities remains.