

Trustees' Report

Year ending 31st December 2014

The Trustees of Crohn's and Colitis UK have pleasure in presenting their report and financial statements for the year ended 31 December 2014.

4 Beaumont House, Sutton Road, St Albans, Hertfordshire AL1 5HH

Charity registered in England and Wales No.1117148 and Scotland No. SC038632
A company limited by guarantee in England & Wales: Company No. 5973370

Crohn's and Colitis UK
is the working name for
The National Association for
Colitis and Crohn's Disease

This report represents a Directors Report as required by S417 of the Companies Act 2006. The Trustees have taken advantage of the exemptions available to small companies in the preparation of this report.

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Building on Success

A message from our Chair and Chief Executive

Welcome to our 2014 Annual Report and Accounts.

As we come to the end of another fulfilling year for the Charity, we are delighted to present the 2014 Annual Report and Accounts. It has been a busy year in which we have begun to embed our 'Building on Success' strategic plan and, with the help of our members, staff team, volunteers, fundraisers and healthcare professionals have managed to achieve a significant amount for people with Inflammatory Bowel Disease. Some of our highlights include:

- Providing more than 250,000 booklets, guides and information leaflets to help people affected by Crohn's Disease or Ulcerative Colitis.
- Supporting increasing numbers of people through our helplines and family days.
- Awarding a record £800,000 towards research and personal grants.
- Major strides forward with our digital work – a step change in how we are reaching and engaging with the IBD community and other stakeholders.
- Raising the profile of Crohn's Disease and Ulcerative Colitis through our media work and Ambassador programme.
- Giving evidence at several critical NICE consultations and helping to secure access to under-threat treatments for people with Ulcerative Colitis.
- Launching our programme to improve access to care in Scotland, and raising the issues of IBD services in the English and Scottish Parliaments and the Welsh and Northern Ireland Assemblies.
- A growth year for fundraising with two particularly inspiring events in the form of 'United for Colitis' and James Prior rowing the Atlantic.

In addition, we have successfully reviewed how the charity is governed through our sub-committee structure, and also successfully recruited three new Trustees who will be formally elected at the AGM on 6th June 2015.

Across the year we said farewell to three of our Directors, and it would be remiss not to acknowledge the significant contribution made by Heather Baumohl, Suzi Clark and Caroline Hardy in the development of the charity over a number of years.

As we enter 2015 we are looking forward to working with you all – without you we simply would not be able to carry out our vital work.



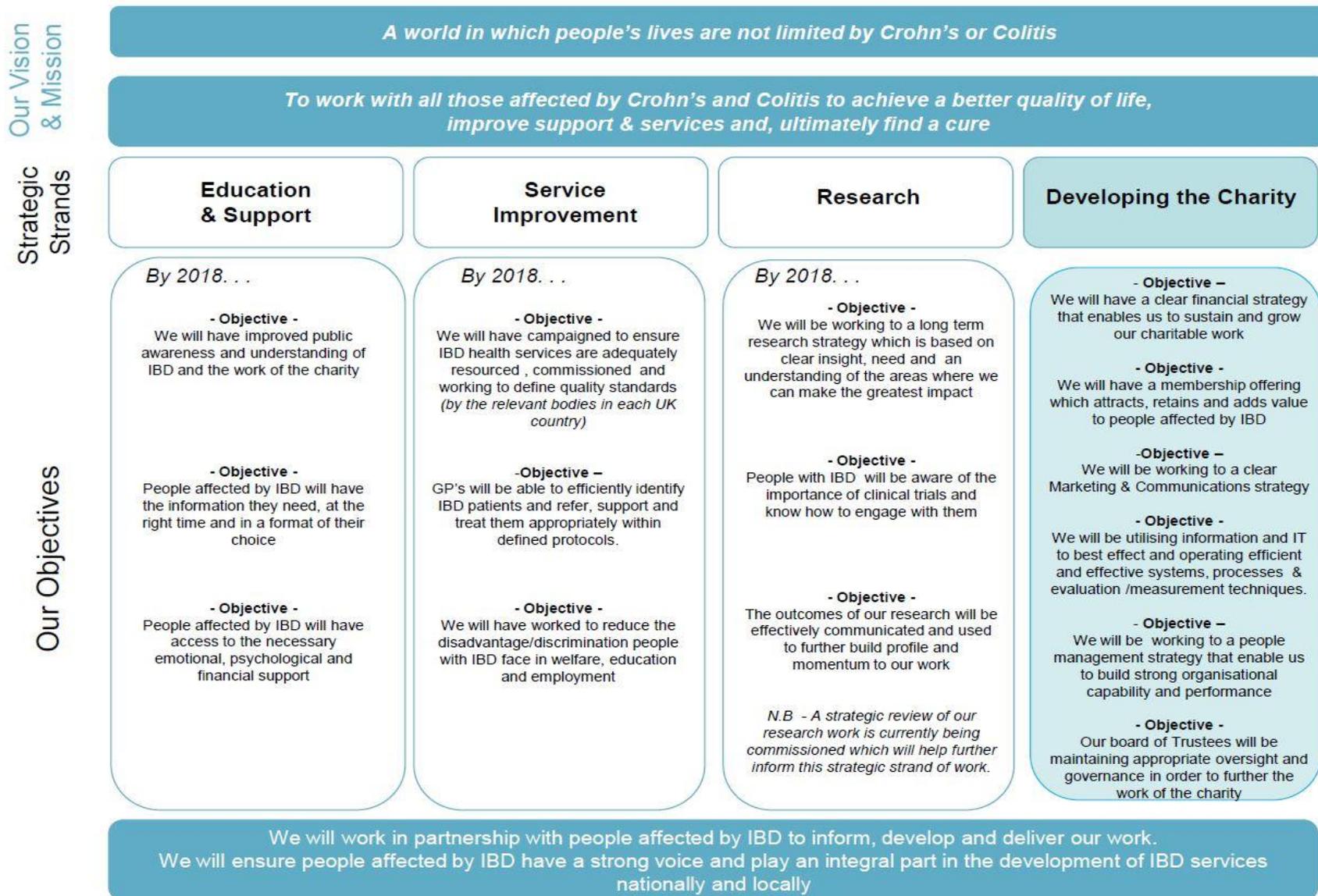
Keith Stewart
Chairman



David Barker
Chief Executive

Our Vision, Mission & Strategic Goals

During 2014 we began to embed our new strategic plan. Our vision couldn't be more ambitious, yet with determination, a clear focus and a strong plan, we passionately believe that it is possible to achieve it. Our plan concentrates on three distinct strands: Education and Support; Service Improvement and Research. In order to achieve our ambitions we have also identified six core areas of internal work which are designed to help us further grow and develop the charity in order to be able to deliver more for people with IBD.



Our Activities and achievements

1. Providing Information and Support

“We always direct newly-diagnosed patients to Crohn’s and Colitis UK, and provide them with the Crohn’s and Colitis information pack.

I always get positive feedback”

– IBD Specialist Nurse

Our work to provide more people affected by Inflammatory Bowel Disease with access to information and emotional and practical support has continued apace. Some of our achievements in 2014 include:

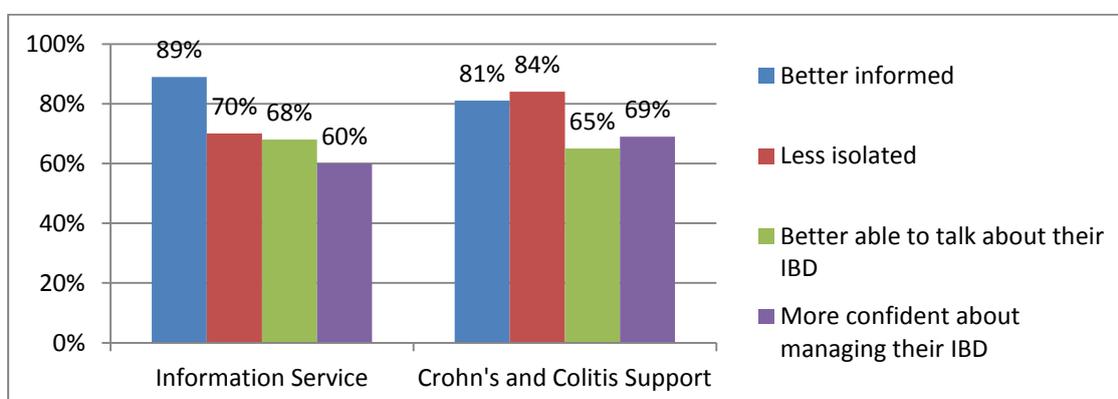
Information and Publications

We distributed more than 250,000 booklets, guides and information leaflets to help people affected by Crohn’s Disease or Ulcerative Colitis. During the year 11,000 patient information packs also were distributed and we continued to work in partnership with healthcare professionals by supplying over 200 hospitals with our information pack for newly diagnosed patients.

Our Helplines

We received almost 6000 calls to our helpline services during 2014. This represents an overall increase of 7%. Email enquiries increased by 36% on the previous year, and through the year our Information Service has expanded its work to include Facebook enquiries. This forms part of our wider digital growth plans and is a new area of work for the team.

We piloted the extension of the opening hours of our Information helpline and successfully recruited more volunteers to our Support Line. We conducted a survey of those people who used our helplines to give us a clearer idea of what people use the helplines for, how effective they are, and what we could do to improve the service. Users of our helpline service feel better informed, less isolated and more confident to manage and talk about their condition.



Our Disability Benefits Service (DBS) and Parent to Parent helpline both saw an increase

in the number of appointments. The DBS advises individuals on completion of benefits application forms – a highly specialist and much needed service.

For the first time we have produced a short series of patient information films which have been very well received by patients and healthcare professionals. We are very grateful to the Catherine McEwan Foundation for their financial support of this important resource.

Our 'IBD and Me' online forum, which was established in 2006 for young people aged 16 to 24 is currently under review as part of our wider digital programme of work. This forum is now outdated but continues to be used by some young people (with an increase in membership during 2014 of 630). There were 289 new threads and 1143 new messages/replies.

Supporting Families

Across the year we held a number of family network and activity days in Scotland, England and Northern Ireland. These were attended by nearly 500 people and provided opportunities for families to meet others in similar situations, learn more about IBD and the work of the charity, get support and share their experiences.

Local Support

We have 50 active local groups with approximately 750 volunteers. Between them they have delivered approximately 250 education/information events, staffed around 200 information stands and have reached out to over 15,000 people raising much needed awareness and offering support. Our thanks go to all of our volunteers for their hard work and support and without whom this area of important work would not be possible.

Raising Awareness and Increasing our Reach

Throughout 2014 we have invested further in developing our 'digital' presence and support via social media and our website. This continues to be a growth area and we now have a community of over 90,000 Facebook followers and 10,000 Twitter followers.

Our revamped website had over 750,000 visits and our social media work – particularly with Facebook and Twitter campaigns - has delivered news and advice to more than 100,000 people, as well as raising the profile of Inflammatory Bowel Disease. Our closed Facebook forum has grown into a confidential health and wellbeing resource for more than 10,000 people with Inflammatory Bowel Disease.

During 2014 we have been delighted to support the inspiring #getyourbellyout campaign who have helped to generate significant funds and awareness and have also engaged with and supported a significant number of individuals through our #myccukstory.

Our work with national, regional and international journalists and media outlets has generated media coverage to raise awareness of Crohn's Disease and Ulcerative Colitis and ensured that the voice of patients has been represented in national and international media stories.

2. Improving Healthcare Services

“They have been central in moving IBD Nursing forward – at an academic level, because of their campaign for specialist IBD Nurses, and they are central to the national commissioning standard”

Across 2014 we have worked in partnership with consultants, nurses, GPs, other healthcare professionals, decision makers and managers to help drive up standards of treatment and care.

We have submitted evidence and contributed to a number of consultations by the National Institute for Health and Care Excellence (NICE) including those on increasing access to biological therapies, the development of a NICE Quality Standard and helped to secure access to under-threat treatments for people with Ulcerative Colitis. We have also made representations to the Scottish Medicines Consortium and the All Wales Medicine Strategy.

As Chair of the UK IBD Standards Group we have continued to lead the partnership of professional and patient organisations to ensure that patients with IBD throughout the UK receive consistent, high quality care. As part of this work we have also played a proactive role in supporting the work of the UK IBD Audit, the launch of a UK wide IBD Registry.

During 2014 we re-launched the IBD Standards in Scotland and Wales and we have been successful in getting 7 parliamentary questions tabled. We also placed 4 interns in the Scottish Parliament, the Welsh Assembly and at Westminster raising the profile of IBD and pushing it up the political agenda. These interns were young members of the charity with IBD.

We continued to lead the coalition of over 30 organisations pushing for free prescriptions for people with chronic long term health conditions and, as a member of the 'National Voices' coalition, contributed to a series of roundtable meetings with health spokespeople: Jeremy Hunt MP, Andy Burnham MP and Norman Lamb.

In Scotland we have led a significant piece of work looking at ways in which we can work with the Scottish Government, IBD services and various Health Boards to improve care of people with IBD – this work has been partly funded by the Scottish government. A highlight of this work was a Scottish Parliament Event including a speech from the Scottish Minister for Health.

3. Funding Research

“We are a research catalyst and not afraid to pilot new approaches.”

As part of our Governance review and in line with our objective to develop a long term strategy for research, a new sub-committee of the Board was formed – the Research Strategy and Funding Committee.

We are delighted to report that we have managed to attract high calibre representation from a variety of individuals, organisations and clinical specialisms. A new research strategy is being implemented and during 2014 we had a record year in terms of grants awards made.

In 2014 we awarded a total £696,873 towards research projects (2013: £399,840).

Medical Research Awards 2014

The following research awards were made during 2014:

Dr. Tariq Ahmad, - investigation of the genetic factors determining adverse drug reactions in patients with IBD - £106,298, 24 months

Dr James Lee/Mr. Daniele Biasci – genetics of prognosis in Crohn’s disease - £107,680 – 24 months

Dr. Frank Kaiser – Identification and characterisation of the protein interactome of the colonic microbiota and the epithelium in Crohn’s disease using metagenomics - £119,602 – 24 months.

Professor Andrew Silver and Dr. James Lindsay – Inhibition of Wnt signalling using small molecule inhibitors and C14MC antagomiRs as a novel combination therapy for fibrostenosing disease in Crohn’s disease - £73,134 – 12 months

Living with IBD Research Awards 2014

The following Living with IBD Awards were made during 2014:

Dr John Potokar, University of Bristol – Sleep disturbance in patients with inflammatory bowel disease - £19,288, 12 months

Ms. Lesley Dibley, King’s College London – Stomas and IBD – how do people decide and does reality match anticipation - £48,742, 12 months

Dr. Lyndsay Hughes, King’s College London – Development and pilot testing of a self-administered intervention to target psychological distress in Inflammatory Bowel Disease, £101,917, 22 months.

4. Developing the Charity

Our success depends on many things, not least an ability to effectively support our members and continually improve and innovate in order to grow and develop the charity. We are committed to achieving excellence in leadership, governance and all other aspects which contribute to our organisational performance.

As part of this work, a restructure of the charity was undertaken at the beginning of 2014 to better reflect the new strategic plan and ensure that we are able to deliver on the goals and objectives which we have set out. We also carried out a review of our Governance arrangements resulting in the development of a new structure of committees and working groups reporting to the Board of Trustees.

Our Membership sits at the heart of the charity and in 2014 we began a review of our Membership Services in order to begin to identify ways in which we can better support and grow this area of the charity's work. This work is due to report in 2015.

Financial growth and stability is critical to our future success and during 2014 we developed a new fundraising strategy designed to better balance and grow our portfolio of income streams. We also, for the first time, have developed an overarching 3 year financial plan for the charity which will enable us to better monitor and manage our financial goals and projections for the future.

Alongside this we have developed some new areas of work to help us increase and monitor our overall organisational performance. These include improvements to our operational planning and measurement, the updating and improvement of our human resources systems and processes and the development of a staff 'PROGRESS' review/appraisal system for all staff. In 2014 we also began a full review of our brand and our support services. These will be reporting in 2015.

Raising Funds

None of our work would be possible without the incredible support of our supporters and funders. In 2014 we grew our overall income by just under 11%. Highlights included:

- **Special Events** – hundreds of events and activities were organised by our army of fundraisers and supporters. Notable highlights included James Prior who rowed the Atlantic for us and tremendous support from Jon and Diana McLeish who delivered 'United for Colitis'. These two events alone raised almost £250,000.
- **Runners for Crohn's and Colitis** – Thanks to all our runners who between them raised half a million pounds including £110,000 through the London Marathon and £78,000 through The Great North Run.
- **Walks** - We saw a welcome increase in the number of walkers taking part in our National Walks which bring supporters together to raise funds and awareness while having great days out in total raising almost £120,000.
- **Christmas cards** – A record number of people bought their Christmas cards in aid of the charity raising £76,000.

- **Corporate Supporters** – We received corporate support from AbbVie, Actavis, Dr Falk, Merck, Napp Pharmaceutical Ltd, Olympus Keymed, Otsuka, Takeda, Tillotts Pharma and Vifor Pharma. Crohn’s and Colitis UK has a policy to only accept up to 10% of our total annual income in donations from pharmaceutical organisations.
- **Trusts** – We received support from The Catherine McEwan Foundation, Bill Brown's Charitable Settlement, The Moss Charitable Trust, The Coulthurst Trust, Garfield Weston, The Bernadette Charitable Trust, The Eric and Dorothy Leach Charitable Trust, Cecil Rosen Foundation, Savannah Charitable Trust, Simon Gibson Charitable Trust, John M Archer, The Martin Connell Charitable Trust, The Band Trust, The Martin Currie Foundation, Billmeir Charitable Trust, The Caram Trust and the Batchworth Trust.
- **Membership** - Our Membership plays a critical role in helping us to raise funds to carry out our work. In 2014 our income via membership subscriptions and donations was just under £550k.

Governance

Constitution

The National Association for Colitis and Crohn’s Disease (NACC) was a charitable, unincorporated association registered in England and Wales under Charity no. 282732. Since 2006 the Charity has been a Company Limited by Guarantee in England and Wales (5973370) and is a Charity registered in England and Wales no. 1117148 and in Scotland no. SC038632.

It is governed by its Articles of Association dated 19th October 1996.

Trustees & Organisational Structure

The constitution provides for a Board of Trustees consisting of four honorary officers plus no fewer than three and not more than eight ordinary trustees, elected at the annual general meetings of members. Members who express an interest in being nominated for election as a Trustee have a meeting with the Trustees to ensure they are aware of the responsibilities and requirements of the role before nomination takes place. Once elected, individual inductions are arranged, according to the Trustees’ experience.

The Trustees are responsible for determining the aims, policies, activities and budget of Crohn’s and Colitis UK. Staff, led by the Chief Executive, report to the Trustees. Staff are responsible for advising the Trustees and carrying through the policies and activities in accordance with the approach and budget determined by the Trustees.

The Trustees have the power to co-opt Advisers as non-voting members of the Board and to appoint a number of committees. During the year we undertook a governance review and as a result of this, made some changes to the number of committees and the way in which they relate to the Board of Trustees. As such, the existing committees were suspended at the beginning of the year and a new structure put in place as of June 2014.

The new structure consists of two standing committees: Finance and Audit Sub Committee and Research Strategy and Funding Sub Committee. The organisation also has a number of Task and Finish Groups which are working on specific, time limited projects.

From 1st January 2014 to the date of signing of this Report and Accounts, the Honorary Officers, Trustees, Senior Management Team and committee members are as outlined at the end of this report.

Objects

The Charity's objects as set out in its constitution are:

- The relief of those suffering from Ulcerative Colitis, Crohn's Disease or related inflammatory bowel diseases (together generally referred to as IBD) including the support of those who care for them;
- The promotion of the welfare of those suffering from IBD;
- The advancement of education and research into the causes, prevention, treatment and cure of IBD and improvements in the management of the conditions, and the publication of the results of such research.

The objects are fulfilled through the aims, strategies and activities expressed in the Strategic Plan published in 2014. In the furtherance of these objects, the Directors, as the Charity Trustees, have complied with the Charities Act 2011 to have due regard to the Charity Commission's published general and relevant sub-sector guidance concerning the operation of the public benefit requirement under that Act. It should be noted that all of the Charity's services are open to non-members to use as well as members.

Risk Assessment

The Trustees, with input from the Chief Executive and staff, have conducted a review of the risks to which the Charity is exposed in its ongoing activities and, in particular, the Trustees considered:

- the type of risks the Charity faces;
- the level of risks which they regard as acceptable;
- the likelihood of the risks concerned materialising;
- the Charity's ability to reduce the incidence and impact of risks that have been identified;
- the costs of operating particular controls relative to the benefit obtained.

The Trustees review risks in relation to any new developments proposed and Committees and management are required to conduct at least annual reviews of the areas for which they are responsible.

Grant-making Policies

Research Grants

Grants for 'Medical' and 'Living with IBD' Research are made following nationally-publicised advertisements. Applications are considered by members of the Awards Committees, comprising academic and medical specialists as well as lay representatives. External specialist referees are asked to comment confidentially on applications.

Crohn's and Colitis UK has been awarded a Certificate of Good Practice for its peer-review procedures by the Association of Medical Charities. Grants are normally made for periods of up to three years, with reports required at annual intervals. Funds are normally set aside for the total cost of the project in the year of award.

Health Services Research is normally commissioned taking advice from relevant academic and health professional experts to provide peer review.

Personal Grants

Personal grants are made from the Welfare Fund and are decided by a small committee of members including a Trustee. Grants are made to people on low incomes and with specific needs arising from IBD. The normal maximum grants are £300 under the general scheme and £500 for educational or vocational support for young people.

Local Grants

Local Groups can make grants to their local hospitals to support or enhance aspects of provision for IBD patients. Grants have to be made according to the policy guidelines approved by the Trustees and cannot be made for items that should be NHS funded. Local grants have to be specifically approved and a matching amount given to national funds.

Acknowledgements

The Trustees would like to record their thanks and appreciation to all those who continue to make the Charity's work possible. These include:

- Our members and the many people who individually or in Groups have supported or raised funds for Crohn's and Colitis UK.
- Charitable trusts and companies who have given their support.
- Volunteers who have helped our Groups, Family Network and Support Services.
- Supporters of the activities of the Charity including those who or serve on our Committees and Medical Advisory Panels
- Our Chief Executive, Senior Managers and staff at the office in St. Albans.

In 2014 the charity received gifts in kind in the form of pro-bono work from:

- Navigation Partners www.navigationpartners.co.uk (value £10k) who assisted with our strategic and organisational planning.
- Decidum Public Affairs – who gifted 50% of their standard contract price to assist in the development of our public affairs work.

Our Finances in 2014

The Accounts for 2014 are in the format required by the Charity Commissioners – the Statement of Recommended Practice (SORP 2005). This calls for the classification of Crohn's and Colitis UK funds using the following terms:

Restricted funds – refer to income that has been specified for a particular purpose by the donor e.g. Research and Personal Grant Funds;

Unrestricted funds – refer to donations, grants or other income that has not been specified for a particular purpose by the donor;

Designated funds – refer to unrestricted income that the Trustees have decided to allocate for specific purposes; such funds may subsequently be reallocated by the Trustees.

The financial result for the year is shown in the Consolidated Statement of Financial Activities. This represents the total income, expenditure and resources relating to all activities in the year, made up of the work of the Charity at national level, local groups and the contribution from the trading company, NACC Merchandise Ltd.

The figures in the following paragraphs are taken from the Consolidated Statement of Financial Activities ('the SOFA') and from the Notes to the Accounts.

Overall position

In 2014, there was an overall planned deficit of (£254,184) (2013: Surplus £151,644). This planned deficit reflects our wish to increase the amount of money we allocate to a number of our charitable and operational areas of work.

2014 was also a considerable year of change driven by a restructure and reconfiguration of the charity's staffing and governance structures. This planned work was part of our new 'Building on Success' Strategic plan designed to enable us to do more for more people affected by IBD.

As part of this work, in 2014 we created some new directorates within the charity and consolidated others into a new structure and way of working. This reconfiguration has meant that a number of our costs are reported slightly differently to previous years.

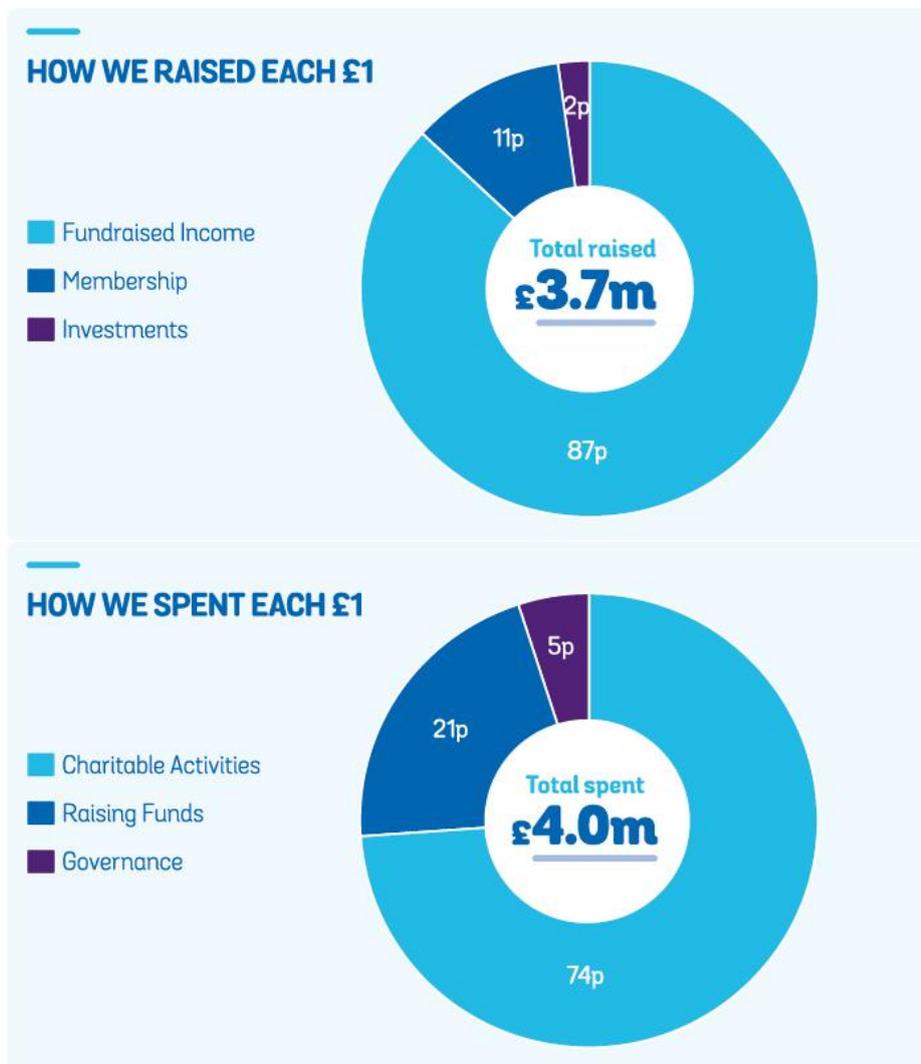
Our Publications Team moved under the umbrella of a new Marketing, Communications and Membership Directorate and we strengthened our work across digital platforms in

order to reach and support more people affected by IBD. We consolidated our Groups and Volunteering work under a new Support Services Directorate. We also strengthened our Policy and Public Affairs work in order to deliver our plan of driving up standards of care and treatment for people with IBD.

In order to ensure our financial stability over the coming years we created a dedicated Income Generation Directorate and developed a new fundraising strategy and three year financial plan – a first for the charity. Our overall objective is to broaden and grow our income portfolio and bring in a wider range of donors which will enable us to drive stronger cost efficiencies.

Planned investments across charitable areas of our work, as well as increased investment in our fundraising efforts, form part of this plan to grow the work of the charity.

2014 – The Figures



Incoming Resources

In 2014, the organisation achieved a period of growth in overall income. Total income in 2014 was up 10.8 % at £3,708,710 (2013 £3,346,555).

These increases reflect a strong year for events fundraising with notable achievements by the United for Colitis event and by James Prior who rowed the Atlantic in aid of the charity.

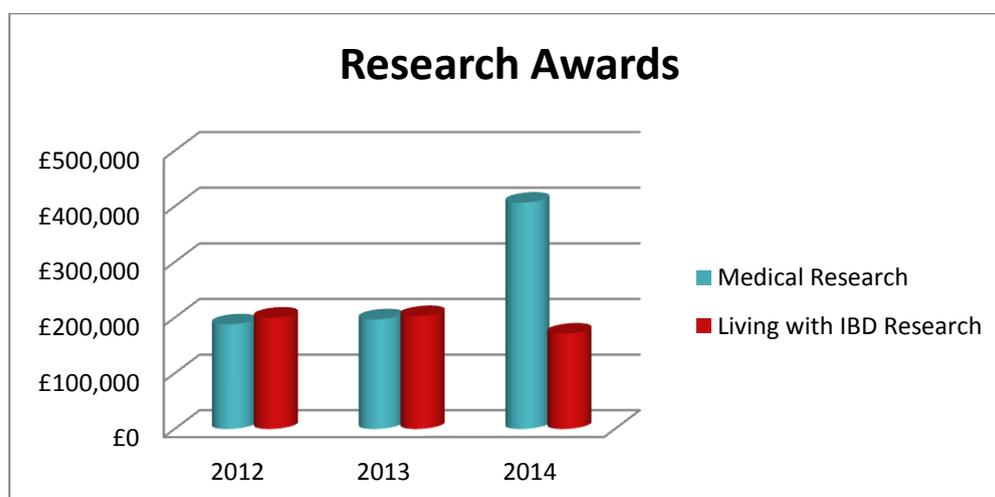
Legacy and Trust income performed poorly reflecting the variable nature of this area of income.

During 2014, we undertook a review of our merchandising in order to assess cost efficiencies and benefit to the charity. As a result, the plan is to cease this area of work in 2015.

Resources Expended

Total expenditure was £3,962,894 (2013, £3,194,911). This position reflects our strong desire to increase the amount of money we are able to allocate to our charitable activities and increase our funding to support research into Crohn's Disease and Ulcerative Colitis.

In 2014 we awarded a total £696,873 towards research projects (2013: £399,840).



Welfare Fund for Personal Grants

Grants are made by the Personal Grants Panel to individuals in financial hardship who have a particular need arising as a result of their IBD. Total grants were made during the year amounting to £100,646 (2013: £87,234).

Allocation of funds

Note 22 - 23 in the financial statements gives details of the amounts and purposes of funds held by the charity. Details of restricted funds can be found under Note 23. Designated funds (Note 22) have been created to hold money set aside by the Trustees

for particular purposes. These are to support projects or developments not included within the Association's normal annual budget, to cover any potential liabilities arising from the office lease, to meet the annual depreciation costs of the capital expenditure on premises and equipment, and to hold unrestricted legacy funds.

The Trustees' policy is to maintain a clear distinction between ongoing expenditure, which they aim to cover from dependable sources of income, and 'one-off' projects or new developments, which are funded from special fundraising or from legacy income that may vary unpredictably from year to year.

Total restricted income from national and group activities was £770,965 (2013, £456,697) Total restricted expenditure was £1,085,013 (2013, £712,784) producing a net deficit before transfers between funds of £314,048 (2013, net deficit £256,087)

Total unrestricted income from national and group activities was £2,937,745 (2013, £2,889,858). Total unrestricted expenditure was £2,877,881 (2013 £2,482,127) producing a net surplus before transfers of £59,864 (2013, net surplus £407,731)

Cost of generating funds

During 2014 we developed a new fundraising strategy for the charity which aims to broaden and rebalance our portfolio of income streams. We are currently overly reliant on events based fundraising which currently accounts for over 50% of our gross revenue.

Securing places in major fundraising events such as national and international marathons and other running and adrenaline based events has become increasingly expensive and our growing income from online sources such as Just Giving has also seen increased costs.

Our plan is to continue to grow our events based fundraising but in parallel ensure that we are developing the potential of grant making trusts, individual giving, legacies and corporate partnerships which can give greater return on investment.

Costs of generating income in 2014 increased by £360,757. This higher level of fundraising investment enabled us to increase our non legacy fundraising income by £752,502 to £2,923,435.

As part of the organisational restructure we have also made a number of changes in the way we allocate costs across the organisation meaning that a number of our existing costs are now accounted for within our income generation work.

Reserves

The reserves policy implemented in 2012 has continued in 2014 which provides for a reserves level held in the general reserve fund of up to 26 weeks of operational expenditure

The total of unrestricted funds carried forward to 2015 is £2,556,354. Of this some £1,097,280 is held in the General Reserve Fund which amounts to approx 20 weeks of operating expenditure.

The newly formed Finance and Audit sub-committee of the Board will be reviewing our reserves policy in 2015 to ensure that appropriate monies are allocated and that the charity is applying best practice in the provision of reserve funds.

Investments and Property

Some £3.3m is placed in high-interest-bearing Deposit Accounts with the Bank of Scotland, Clydesdale Bank and Close Brothers, (2013: £3.2m).

Crohn's and Colitis UK has a 15-year lease, ending September 2015, on its first floor accommodation in St Albans, which is held in the name of NACC Nominees Ltd. The Directors of NACC Nominees Ltd are the Trustees of Crohn's and Colitis UK. In 2011, the Charity took additional premises on the ground floor which is held on an 8-year lease with a break option in 2015. We were advised in 2014, that the landlady did not intend to renew our lease in September 2015, so the charity is now looking for alternative premises.

NACC Merchandise Ltd

NACC Merchandise Ltd recorded a net operating profit for the year of £1,875 (2013: £1,461). The main activity of the company continues to be the sale of Christmas Cards to members through mail order although additional merchandise items are being made available. As is customary the surplus for the year was gift aided to the main charity.

Advantage has been taken of the exemptions available to small charities in the preparation of this report.

Approved by the Trustees and authorised to be signed by the Chairman on their behalf.

Alan Thackrey
Honorary Treasurer
6th June 2015

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

**Company Number 5973370
English Registered Charity No. 01117148
Scottish Registered Charity No. SC038632**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 December 2014

Trustee Responsibilities

The Trustees (who are also directors of the National Association of Colitis and Crohn's Disease for the purposes 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 trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group for that period. 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 judgments 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

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 are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

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

We have audited the financial statements of National Association for Colitis & Crohn's Disease for the year ended 31st December 2014 which comprise the Consolidated Statement of Financial Activities, the Consolidated and Charity Balance Sheets and the related notes numbered 1 to 26. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006; and to the charity's trustees, as a body, in accordance with Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005, and in respect of the consolidated financial statements, in accordance with Chapter 3 of Part 8 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the charitable company's members and trustees those matters which we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the charitable company, the charitable company's members, as a body, and the 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 auditor

As explained more fully in the Trustees' Responsibilities Statement, set out on page 20, 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.

We have been appointed as auditor under Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005, the Companies Act 2006 and Section 151 of the Charities Act 2011 and report to you in accordance with regulations made under those Acts. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the group's and the parent charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition we read all the financial and non-financial information in the Trustees annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent

with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent charitable company's affairs as at 31 December 2014 and of the group's incoming resources and application of resources, including its income and expenditure, 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 Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities Act 2011.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities Act 2011 require us to report to you if, in our opinion:

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

WMT is eligible to act as auditor in terms of section 1212 of the Companies act 2006.

Elizabeth Irvine
Senior Statutory Auditor
For and on behalf of

WMT Chartered Accountants
Statutory Auditor
2nd Floor
45 Grosvenor Road
St. Albans
Herts AL1 3AW

National Association for Colitis and Crohn's Disease
Consolidated Statement of Financial Activities
Including Income and Expenditure Account
For the year ended 31 December 2014

	Note	Unrestricted funds (inc. designated funds note 22)	Restricted funds	Total funds 2014	Total funds 2013
		£	£	£	£
Incoming resources					
Incoming resources from generated funds					
Voluntary income:					
Donations and similar income	2	541,877	311,200	853,078	605,691
Legacies	2a	105,906	10,000	115,906	377,172
Activities for generating funds	3	1,706,034	364,323	2,070,357	1,565,242
Investment income and interest	4	62,778	0	62,778	71,445
Incoming resources from charitable activities	5	521,150	85,442	606,592	727,005
Total incoming resources		2,937,745	770,965	3,708,711	3,346,555
Resources Expended					
Cost of generating funds	9	839,068	0	839,068	478,311
Charitable activities					
Grantmaking	11	0	975,391	975,391	705,469
Supporter Services		318,520	18,500	337,020	596,885
Marketing and Communications		575,814	30,556	606,370	319,042
Policy, Public Affairs and Campaigns		426,793	34,022	460,815	155,224
Groups & volunteering		322,569	10,544	333,113	523,323
Membership costs		186,183	16,000	202,183	240,077
Governance		208,935	0	208,935	176,580
Total resources expended	6	2,877,882	1,085,013	3,962,894	3,194,911
Net income/(expenditure) before transfers for the year		59,864	-314,048	-254,184	151,644
Transfers between funds	15	44,927	-44,927	0	0
Net movement in funds for the year		104,791	-358,975	-254,184	151,644
Fund balances brought forward at 01 January 2014		2,451,563	722,998	3,174,561	3,022,917
Fund balances carried forward at 31 December 2014		2,556,354	364,023	2,920,377	3,174,561
		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.

During the year, the charity undertook a reorganisation of the departmental structures, this has resulted in certain areas of work moving costs centres. This should be considered when comparing prior year expenditure with the current year.

National Association for Colitis and Crohn's Disease
Notes to the Accounts
For the year ended 31 December 2014

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" (2005), the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and applicable accounting standards.

Group financial statements

These financial statements consolidate the results of the charitable company 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 397 of the SORP.

Local Groups

The charity had 58 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 1 of the 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 reflected in income on an accruals basis 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 and after one year.

- iv) The majority of costs are directly attributable to specific activities. Costs incurred in respect of the charitable activities include elements of staff costs and attributable support costs.
- v) Support costs are those costs which are common to all areas of the organisation including premises and office operating costs. These are allocated across all areas of activity on the basis of staff time spent on each activity.
- vi) Governance costs include both the direct costs of the charity meeting its statutory obligations and a portion of officer and overhead time spent on the strategic direction of the organisation and compliance with constitutional and statutory requirements.
- vii) Irrecoverable VAT has been analysed and apportioned across the costs to which it relates.

National Association of Colitis and Crohn's Disease
Notes to the Accounts
For the year ended 31 December 2014

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 £1,000 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 31 December 2014 amounted to £6,360, these are included in creditors.

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 Local 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, and similar incoming resources

	2014	2013
	£	£
Donations from members	142,902	108,798
Donations to Local Groups	141,338	136,732
Other donations (in memoriam, payroll , gift aid)	568,838	360,161
	<u>853,078</u>	<u>605,691</u>

2a Legacies

	2014	2013
	£	£
Research	10,000	66,628
Welfare	0	0
Designated	105,906	310,544
	<u>115,906</u>	<u>377,172</u>

National Association for Colitis and Crohn's Disease
Notes to the Accounts
For the year ended 31 December 2014

3	Income from activities for generating funds	2014	2013
		£	£
	National fundraising	1,890,342	1,351,360
	Local groups' fundraising	80,962	136,593
	External turnover of trading subsidiary	99,052	68,828
	Other income	0	8,461
		<u>2,070,356</u>	<u>1,565,242</u>

4	Investment income and interest	2014	2013
		£	£
	Other Interest:		
	Charitable Company	62,637	71,271
	Local Groups	117	158
	Trading subsidiary	24	16
		<u>62,778</u>	<u>71,445</u>

5	Incoming Resources from charitable activities	2014	2013
		£	£
	Subscriptions	406,754	436,679
	Other Grants	199,838	290,326
		<u>606,592</u>	<u>727,005</u>

6	Resources Expended	Direct staff	Other direct	Support	Total	Total
		costs	costs	costs	2014	2013
		£	£	£	£	£
	Cost of generating funds (note 9)	243,361	480,192	115,515	839,068	478,311
	Charitable activities					
	Grantmaking (note 11)	56,218	910,412	8,761	975,391	705,469
	Supporter Services	231,696	56,681	48,642	337,019	596,885
	Marketing and Communications	116,117	401,653	88,600	606,370	319,042
	Policy, Public Affairs & Campaigns	171,108	230,870	58,836	460,814	155,224
	Groups & volunteering	222,267	58,937	51,909	333,113	523,323
	Membership costs	96,209	76,314	29,660	202,183	240,077
	Governance (note 12)	112,522	64,102	32,312	208,936	176,580
		<u>1,249,498</u>	<u>2,279,161</u>	<u>434,235</u>	<u>3,962,894</u>	<u>3,194,911</u>

(note 7)

(note 8)

National Association for Colitis and Crohn's Disease
Notes to the Accounts
For the year ended 31 December 2014 (continued)

7 Staff costs	2014	2013
	£	£
Wages and salaries	1,091,135	966,832
Social security costs	104,079	92,951
Pension costs	54,285	46,715
	<u>1,249,499</u>	<u>1,106,498</u>

The average number of staff and the allocation of their time was:

	No.	No.
Charitable activities		
Direct	24.00	24.40
Support	4.00	3.80
Governance	4.00	3.40
Cost of generating funds	10.00	8.40
	<u>42.00</u>	<u>40.00</u>

One member of staff was paid more than £60,000 in the year (2013: one)
Pension contributions in respect of this staff member totalled £5,296

8 Support Costs	2014	2013
	£	£
Other staff related costs	105,064	43,994
Premises costs	144,810	135,967
Office operating costs	157,307	173,445
Other costs	27,053	30,420
	<u>434,234</u>	<u>383,826</u>

Included in support costs are the following:

Depreciation	56,063	56,888
Property rental	62,121	58,905
	<u>118,184</u>	<u>115,793</u>

Support costs are allocated across the activity areas of the charity on the basis of direct staff time related to that activity.

9 Direct cost of generating funds	2014	2013
	£	£
External costs of Trading Subsidiary	92,101	64,614
National fundraising direct costs	739,974	378,401
Local Groups' fundraising	6,992	35,296
	<u>839,067</u>	<u>478,311</u>

National Association for Colitis and Crohn's Disease
Notes to the Accounts
For the year ended 31 December 2014 (continued)

10 Trading Subsidiary

The charity has a wholly owned trading subsidiary NACC Merchandise Limited, a company incorporated in England & Wales. The company sells Christmas cards and other products. The company gift aids its taxable profits to the charity. A summary of the trading results of the company is shown below. Audited accounts have been filed with the Registrar of Companies.

	2014	2013
	£	£
Profit and loss account		
Turnover	99,052	86,857
Cost of sales	<u>-65,037</u>	<u>-54,040</u>
Gross profit	34,015	32,817
Distribution costs	-3,139	-14,616
Administrative expenses	-29,026	-16,756
Interest receivable	<u>24</u>	<u>16</u>
Net Profit/(loss) on ordinary activities	1,875	1,461
Amount gift aided to Crohn's & Colitis UK	<u>-1,875</u>	<u>-1,461</u>
	0	0
Retained profit brought forward	<u>10,143</u>	<u>10,143</u>
Retained profit carried forward	<u><u>10,143</u></u>	<u><u>10,143</u></u>

11 Grant making direct costs

	2014	2013
	£	£
Grant making direct costs comprise:		
Grants made :-		
Personal grants	100,646	87,234
Medical research	406,714	197,000
Living with IBD research	169,947	202,840
IBD Health Services	0	7,500
James Prior funded Medical Research	120,212	0
Grant liabilities written back	0	-32,550
Other - Groups and volunteering	<u>44,427</u>	<u>54,314</u>
	841,946	516,338
Direct costs of grant making process	<u>133,444</u>	<u>189,131</u>
	<u><u>975,390</u></u>	<u><u>705,469</u></u>

Personal grants

Grants are made to individuals who have a particular need arising as a result of their inflammatory bowel disease. 262 grants were made in the year totalling £100,646 (2013: £87,234).

Research grants

Grants are awarded by Crohn's and Colitis UK 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 2014 are listed below. Crohn's and Colitis UK does not contribute to the overhead costs of such insititutions.

	2014
	£
Medical research	
Royal Devon and Exeter College	106,298
Cambridge Institute	107,680
University College of London	119,602
Barts and the London School of Medicine and Dentistry	73,134
	<u>406,714</u>

Other grants

Local Groups raised funds for local projects to which grants totalling £44,427 (2013:£38,172) were made.

National Association for Colitis and Crohn's Disease
Notes to the Accounts
For the year ended 31 December 2014 (continued)

11	Continued	2014
	Social & Psychological Research	£
	University of Bristol	19,288
	Kings College London	150,659
		<u>169,947</u>
		<u><u>169,947</u></u>
	IBD Health Services	£
		<u>0</u>
		<u><u>0</u></u>

12	Governance direct costs	2014	2013
		£	£
	Auditors' remuneration - current year	13,635	13,168
	Other fees paid to auditors	0	800
	Legal and professional expenses	19,186	3,140
	Meetings and trustee expenses	8,403	6,411
	Other expenses	22,878	11,534
		<u>64,102</u>	<u>35,053</u>
		<u><u>64,102</u></u>	<u><u>35,053</u></u>

13 Transactions with trustees

No trustee received any remuneration for their services as a trustee.

A total of £4,353 (2013 - £8,361) was reimbursed to 11 (2013- 12) trustees in respect of travelling expenses and other costs incurred in carrying out their responsibilities as trustees.

14 Operating Leases

At 31 December 2014 the group had annual commitments under non-cancellable leases as follows:-

	Equipment	Land and Buildings	Equipment	Land and Buildings
	2014	2014	2013	2013
	£	£	£	£
Less than 1 year	7,181	45,000	-	-
2 - 5 years	-	-	7,294	58,067
	<u>7,181</u>	<u>45,000</u>	<u>7,294</u>	<u>58,067</u>
	<u><u>7,181</u></u>	<u><u>45,000</u></u>	<u><u>7,294</u></u>	<u><u>58,067</u></u>

15 Transfers

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

	Unrestricted Funds	Designated Funds	Restricted Funds	Total
	£	£	£	£
National				
Transfers between national funds	-20,580	-45,000	65,580	0
Transfers (from)/to Local Groups' funds	79,446	0	42,806	122,252
Transfers (from)/to designated funds	-1,016	1,016	0	0
	<u>57,850</u>	<u>-43,984</u>	<u>108,386</u>	<u>122,252</u>
	<u><u>57,850</u></u>	<u><u>-43,984</u></u>	<u><u>108,386</u></u>	<u><u>122,252</u></u>
Local Groups				
Transfers from national funds	31,061	0	7,243	38,304
Transfers between Local Groups' funds	0	0	0	0
Transfers to national funds	0	0	-160,556	-160,556
	<u>31,061</u>	<u>0</u>	<u>-153,313</u>	<u>-122,252</u>
	<u><u>31,061</u></u>	<u><u>0</u></u>	<u><u>-153,313</u></u>	<u><u>-122,252</u></u>
Total funds	<u>88,911</u>	<u>-43,984</u>	<u>-44,927</u>	<u>0</u>
	<u><u>88,911</u></u>	<u><u>-43,984</u></u>	<u><u>-44,927</u></u>	<u><u>0</u></u>
	(note 22)	(note 22)	(note 23)	

National Associate for Colitis and Crohn's Disease
Notes to the Accounts
For the year ended 31 December 2014 (continued)

16 Tangible Assets

All assets held for use by the charity.

Charity	Leasehold premises	Equipment and furniture	Local Groups	Total
Cost	£	£	£	£
Brought forward 01 January 2014	284,666	180,086	0	464,752
Additions	0	0	0	0
Disposals	0	0	0	0
	<u>284,666</u>	<u>180,086</u>	<u>0</u>	<u>464,752</u>
Carried forward at 31 December 2014	<u>284,666</u>	<u>180,086</u>	<u>0</u>	<u>464,752</u>
Depreciation				
Brought forward 01 January 2014	217,644	129,821	0	347,465
Charge for the year	31,020	25,043	0	56,063
Disposals	0	0	0	0
	<u>248,664</u>	<u>154,864</u>	<u>0</u>	<u>403,528</u>
Carried forward at 31 December 2014	<u>248,664</u>	<u>154,864</u>	<u>0</u>	<u>403,528</u>
Net book value				
At 31st December 2014	<u>36,002</u>	<u>25,222</u>	<u>0</u>	<u>61,224</u>
At 31st December 2013	<u>67,022</u>	<u>50,265</u>	<u>0</u>	<u>117,287</u>
Group*				
Cost	Leasehold premises	Equipment and furniture	Local Groups	Total
Cost	£	£	£	£
Brought forward 01 January 2014	284,666	180,086	0	464,752
Additions	0	0	0	0
Disposals	0	0	0	0
	<u>284,666</u>	<u>180,086</u>	<u>0</u>	<u>464,752</u>
Carried forward at 31 December 2014	<u>284,666</u>	<u>180,086</u>	<u>0</u>	<u>464,752</u>
Depreciation				
Brought forward 01 January 2014	217,644	129,821	0	347,465
Charge for the year	31,020	25,043	0	56,063
Disposals	0	0	0	0
	<u>248,664</u>	<u>154,864</u>	<u>0</u>	<u>403,528</u>
Carried forward at 31 December 2014	<u>248,664</u>	<u>154,864</u>	<u>0</u>	<u>403,528</u>
Net book value				
At 31st December 2014	<u>36,002</u>	<u>25,222</u>	<u>0</u>	<u>61,224</u>
At 31st December 2013	<u>67,022</u>	<u>50,265</u>	<u>0</u>	<u>117,287</u>

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

National Association for Colitis and Crohn's Disease
Notes to the Accounts
For the year ended 31 December 2014 (continued)

17 Investments	Group		Charity	
	2014	2013	2014	2013
	£	£	£	£
Investment in subsidiary				
Cost at 31 December 2014 and 2013	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>

18 Debtors	Group		Charity	
	2014	2013	2014	2013
	£	£	£	£
All amounts fall due within one year				
Balance with trading subsidiary	0	0	6,587	66,897
Prepayments	109,763	95,048	109,763	95,048
Tax recoverable	33,501	54,292	33,501	54,292
Other debtors	30,843	42,525	30,663	39,634
Accrued income	91,919	89,268	91,919	89,268
	<u>266,026</u>	<u>281,133</u>	<u>272,433</u>	<u>345,139</u>

19 Analysis of cash at bank and in hand	Group		Charity	
	2014	2013	2014	2013
	£	£	£	£
Current accounts and cash balances	342,049	347,256	325,064	289,204
Interest-bearing account balances	3,323,967	3,231,868	3,323,967	3,231,868
Local Groups	361,321	344,862	361,321	344,862
	<u>4,027,337</u>	<u>3,923,986</u>	<u>4,010,352</u>	<u>3,865,934</u>

20 Creditors: amounts falling due within one year	Group		Charity	
	2014	2013	2014	2013
	£	£	£	£
Unpaid balances of research grants	799,865	805,221	799,865	805,221
Trade creditors	288,720	121,022	286,833	115,932
Social security and other taxes	49,353	35,528	39,427	35,528
Other creditors	0	14,009	0	7,916
Accruals and deferred income	104,702	44,921	103,602	44,921
	<u>1,242,639</u>	<u>1,020,701</u>	<u>1,229,726</u>	<u>1,009,518</u>

Creditors: amounts falling due after one year	Group		Charity	
	2014	2013	2014	2013
	£	£	£	£
Unpaid balances of research funds	<u>204,050</u>	<u>161,424</u>	<u>204,050</u>	<u>161,424</u>

21 Capital commitments

At 31 December 2014 the charity had capital commitments of £nil (2013: £nil)

National Association for Colitis and Crohn's Disease
Notes to the Accounts
For the year ended 31 December 2014 (continued)

22 Unrestricted funds		Brought forward	Incoming resources	Resources expended	Transfers	2014 Carried forward
		£	£	£	£	£
Designated funds						
Contractual liabilities	(a)	60,000	0	0	0	60,000
Legacy Reserve Fund	(c)	1,056,626	105,906	0	0	1,162,532
Heyman Fund	(b)	101,593	0	0	1,016	102,609
Legacy project for young people with IBD	(d)	133,933	0	0	0	133,933
Political Internships	(e)	45,000	0	0	-45,000	0
		<u>1,397,152</u>	<u>105,906</u>	<u>0</u>	<u>-43,984</u>	<u>1,459,074</u>
Other unrestricted funds						
General Reserve Fund held Nationally		874,219	2,636,140	2,728,177	64,850	847,032
Non charitable trading funds		17,143	99,076	99,076	-7,000	10,143
Local Groups		163,049	96,622	50,628	31,061	240,105
		<u>1,054,411</u>	<u>2,831,839</u>	<u>2,877,881</u>	<u>88,911</u>	<u>1,097,280</u>
Total		<u><u>2,451,563</u></u>	<u><u>2,937,745</u></u>	<u><u>2,877,881</u></u>	<u><u>44,927</u></u>	<u><u>2,556,354</u></u>

- (a) The contractual liabilities fund was established to ensure funds are available to meet any potential lease liabilities
- (b) The Heyman Fund has been established from a legacy to act as an expendable endowment for the development of specialist nursing for IBD. An allocation will be made to the fund each year of a portion of interest earned.
- (c) The Legacy Reserve Fund are monies to be made available for future years deficits on legacy income budgetted for.
- (d) An unrestricted legacy was designated by the trustees to fund extra support for young people who have IBD.
- (e) The Internship programme was specifically externally funded and has been transferred to restricted funds

National Association for Colitis and Crohn's Disease
Notes to the Accounts
For the year ended 31 December 2014 (continued)

23 Restricted funds	Brought forward	Incoming resources	Resources expended	Transfers	2014 Carried forward
National	£	£	£	£	£
a Research	297,970	275,350	642,966	69,647	0
b Welfare - personal grants	80,000	47,899	106,357	-7,243	14,299
c IT project (Scotland Health Service)	9,631	20,000	0	0	29,631
d Fatigue Project (Big Lottery Fund)	30,757	29,689	61,428	982	0
e Bristol area (Sidney Hulin Legacy)	20,000	0	0	0	20,000
(Catherine McEwan Fund)	20,000	0	0	-20,000	0
f Research(RPJ Crohn's Foundation Fund)	82,451	0	0	0	82,451
g Intern programme	0	0	34,022	45,000	10,978
h Summer camps	0	9,000	10,544	10,544	9,000
i Annual General Meeting	0	16,000	16,000	0	0
a Research (James Prior)	0	120,212	120,212	0	0
j Helplines	0	11,500	11,500	0	0
k Publications and Videos	0	21,150	30,556	9,456	50
l Medical Equipment	0	14,000	7,000	0	7,000
m Health Support Scotland	0	10,600	0	0	10,600
n Young people in Scotland	0	1,250	0	0	1,250
o Northwest Nurses PEP	0	10,500	0	0	10,500
p Patient Map/Patient charter	0	44,000	0	0	44,000
q Family Network	2,986	0	0	0	2,986
Total restricted funds held nationally	543,795	631,149	1,040,586	108,386	242,744
Local Groups					
Research	38,315	11,734	0	-50,049	0
Welfare	-7,243	0	0	7,243	0
r Local projects	148,131	128,082	44,427	-110,507	121,279
Total restricted funds held by Local Groups	179,203	139,815	44,427	-153,313	121,279
	722,998	770,965	1,085,013	-44,927	364,023

- a Research - Medical and Living with IBD research grants funded by individual supporters
- b Welfare - personal grants funded by individual supporters
- c IT project (Scotland Health Service) - specific IT related project
- d Fatigue Project (Big Lottery Fund) - 3 year project into the relation of Fatigue and IBD
- e Bristol area - Sidney Hulin Legacy to be utilised in the Bristol area
- f Specific research funded by RPJ Crohn's Foundation Fund
- g Intern programme - externally funded programme for staff intern placements in Government
- h Summer camps - funds raised to cover summer camps for sufferers of IBD
- i Annual General Meeting - funding received from Dr Falk to cover the costs of the AGM
- j Helplines - Corporate and supporter funding to cover helpline running and training costs
- k Publications and Videos - Corporate and supporter funding for publications made available to the public.
- l Medical Equipment - Corporate and supporter funding for specific pieces of hospital equipment
- m Health Support Scotland - Funding for the parliamentary lobbying of Scotland Government
- n Young people in Scotland - funding to support young people in Scotland
- o Northwest Nurses PEP - Corporate funding to support this programme
- p Patient Map/Patient charter -Corporate funding to support this programme
- q Family Network - Funding to support the Family Network programme
- r Local groups projects - this is funding raised by groups locally to be expended specifically on local projects

National Association for Colitis and Crohn's Disease
Notes to the Accounts
For the year ended 31 December 2014 (continued)

24 Analysis of charitable company's net assets between funds

	Unrestricted		Restricted		Total £
	Local Groups £	National £	Local Groups £	National £	
	Fund balances at 31 December 2014 are represented by:				
Tangible fixed assets		61,224			61,224
Investments					0
Current assets	240,105	2,697,799	121,279	1,246,659	4,305,842
Current liabilities		-442,774		-799,865	-1,242,639
Long term liabilities				-204,050	-204,050
	<u>240,105</u>	<u>2,316,249</u>	<u>121,279</u>	<u>242,744</u>	<u>2,920,377</u>

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 the charity. 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.

26 Gifts in kind

National Association for Colitis and Crohn's Disease received gifts in kind during the year relating to the goods and services as follows:

Strategic planning work £9k and Public relations support £4k.

These amounts have not been included in the financial statements as their value is not considered to be material.

Board of Trustees, Officers, Senior Management Team and Committees

Life President

Professor John Lennard-Jones

Vice-Presidents

Margaret Chandler
Rod Mitchell
Bradley Brown
Elaine Steven

Board of Trustees - Honorary Officers

Keith Stewart (*Chairman*)
Dr Martin Gay (*Vice-Chairman*)(retired June 2014)
Tim Mutum (*Honorary Secretary*)
Alan Thackrey (*Honorary Treasurer*)
Kati Simpson (*Vice Chair*) (from June 2014)

Board of Trustees - Elected Trustees

Sarah Bradley
Mike Hilton (resigned February 2014)
Deborah Hodges
John Stanley
Sue Cherrie (from June 2014)
Caroline Silke (from June 2014)

Co-opted Advisers

Professor David Rampton
Professor Chris Probert
Dr. Barney Hawthorne (from June 2013)
Isobel Mason (Nurse Advisor)

Senior Management Team

David Barker, Chief Executive
Heather Baumohl, Director of Member Involvement & Volunteering (until February 2014)
Suzi Clark, Director of Marketing & Fundraising (until February 2014)
Helen Terry, Director of Policy, Research and Public Affairs (from February 2014)
Caroline Hardy, Director of Finance & Administration (until September 2014)
Kate Metcalfe, Director of Finance and Corporate Services (interim) (from August 2014)
Dan McLean, Director of Marketing, Communications & Membership (from May 2014)
Eric Grounds, Director of Income Generation (interim) (from June 2014 to November 2014)
Sam Afhim, Director of Income Generation (from November 2014)
Sarah Porch, Director of Support Services (from November 2014)

Finance and Audit Sub Committee (from June

2014)

Alan Thackrey (Chair)
Sue Cherrie (Trustee)
Angus McLean (Groups Treasurer)
Kate Metcalfe (from August 2014)
David Barker

Research and Strategy Sub Committee (From June 2014)

Kati Simpson (Chair – Interim)
Prof. Jonathan Rhodes
Prof. Anna Madill
Prof. Christine Norton
Prof. Susan McLaren
Prof. David Rampton
Dr. Miles Parkes
Dr. Ailsa Hart
Helen Terry

Personal Grants Panel

Bradley Brown (*Chairman*)
Denise Cann
Melissa Fletcher
Dr Martin Gay
Stella Leigh
Julia Devereux (*Secretary*)
Helen Terry

Crohn's and Colitis Support Managing Team

Deborah Hodges (*Chairman*)
Bruce Boyd
Denise Cann
Kim Christopher (until July 2014)
Stephanie Hague (from July 2014)
Becka Weston
Justine Woolf
Samantha Edmundson
Elina Bloomfield
Helen Terry

Health Professional Advisers Panel

Professor David Rampton (*Vice-Chairman*)(Chair from April 2013)
Professor Chris Probert (*Secretary*)(Vice Chair from April 2013)
Dr Barney Hawthorne (*Secretary*) (from April 2013)

Medical Research Awards Panel

Professor David Rampton
Professor Jon Rhodes (Chair from June 2013)
Professor Andrew Hart
Andrew Dearlove
Dr Martin Gay (retired June 2014)
Dr Barney Hawthorne
Professor Yash Mahida
Bharat Odedra
Dr Jeremy Sanderson
Douglas Smallwood
Dr Andrew Stagg
David Barker

Living with IBD Research Awards Panel

Denise Cann
Prof Anna Madill (Chairman)
Dr Lynne Marriott
Professor Susan McLaren
Dr.Sneh Shah
Andrew Hart
Louise Langmead
Sue Cherrie (from June 2014)
Dr Megan Virtue
Karen Kemp
Helen Terry

NACC Merchandise Ltd

Alan Thackrey (*Director*)
David Barker
Caroline Hardy (until August 2014)
National Association of Colitis and Crohn's
Disease (Corporate director)
BWB Secretariat (Company Secretary)

Solicitors

Bates, Wells & Braithwaite
10 Queen Street Place
London EC4R 1BE

Auditors

Williamson Morton Thornton LLP
45 Grosvenor Road,
St. Albans
Herts AL1 3AW

Bankers

Lloyds TSB plc
36 Chequer Street
St Albans
Herts AL1 3YQ

Bank of Scotland
Beaucherc House
3 Queens Road
Reading
RG1 4AR

Clydesdale Bank
4th Floor
Verulam Point
Station Way
St Albans
AL1 5HE

Close Brothers Treasury
10 Crown Plaza
London EC2A 4F

crohnsandcolitis.org.uk

T. 01727 830038

E. enquiries@crohnsandcolitis.org.uk

Crohn's and Colitis UK
is the working name for
The National Association for
Colitis and Crohn's Disease

4 Beaumont House, Sutton Road, St Albans, Hertfordshire AL1 5HH

Charity registered in England and Wales No.1117148 and Scotland No. SC038632
A company limited by guarantee in England & Wales: Company No. 5973370

This report represents a Directors Report as required by S417 of the Companies Act 2006. The Trustees have taken advantage of the exemptions available to small companies in the preparation of this report.