

**NORTHERN IRELAND AMBULANCE SERVICE
HEALTH AND SOCIAL CARE TRUST**

ANNUAL ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2011

**Northern Ireland Ambulance Service
Health and Social Care Trust**

Annual Accounts

For the year ended 31 March 2011

Laid before the Northern Ireland Assembly
under Article 90(5) of the Health and Personal Social Services (NI) Order 1972
(as amended by the Audit and Accountability Order 2003)
by the Department of Health, Social Services and Public Safety

on

29th June 2011

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This document is also available on our website at www.niamb.co.uk.

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NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

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NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

FOREWORD

These accounts for the year ended 31 March 2011 have been prepared in accordance with Article 90(2)(a) of the Health and Personal Social Services (Northern Ireland) Order 1972, as amended by Article 6 of the Audit and Accountability (Northern Ireland) Order 2003, in a form directed by the Department of Health, Social Services and Public Safety.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

STATEMENT OF ACCOUNTING OFFICER RESPONSIBILITIES

Under the Health and Personal Social Services (Northern Ireland) Order 1972 (as amended by Article 6 of the Audit and Accountability (Northern Ireland) Order 2003), the Department of Health, Social Services and Public Safety has directed the Northern Ireland Ambulance Service HSC Trust to prepare for each financial year a statement of accounts in the form and on the basis set out in the Accounts Direction. The financial statements are prepared on an accruals basis and must provide a true and fair view of the state of affairs of the Northern Ireland Ambulance Service HSC Trust, of its income and expenditure, changes in taxpayers equity and cash flows for the financial year.

In preparing the financial statements the Accounting Officer is required to comply with the requirements of the Government Financial Reporting Manual (FREM) and in particular to:

- observe the Accounts Direction issued by the Department of Health, Social Services and Public Safety including relevant accounting and disclosure requirements, and apply suitable accounting policies on a consistent basis;
- make judgements and estimates on a reasonable basis;
- state whether applicable accounting standards as set out in FREM have been followed, and disclose and explain any material departures in the financial statements;
- prepare the financial statements on the going concern basis, unless it is inappropriate to presume that the Trust will continue in operation;
- keep proper accounting records which disclose with reasonable accuracy at any time the financial position of the Trust;
- pursue and demonstrate value for money in the services the Trust provides and in its use of public assets and the resources it controls.

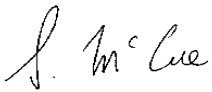
The Permanent Secretary of the Department of Health, Social Services and Public Safety as Accounting Officer for health and personal social services resources in Northern Ireland has designated Mr L McIvor of the Northern Ireland Ambulance Service HSC Trust as the Accounting Officer for the Trust. The responsibilities of an Accounting Officer, including responsibility for the propriety and regularity of the public finances for which the Accounting Officer is answerable, for keeping proper records and for safeguarding the Trust's assets, are set out in the Accountable Officer Memorandum, issued by the Department of Health, Social Services and Public Safety.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

CERTIFICATES OF DIRECTOR OF FINANCE, CHAIRMAN AND CHIEF EXECUTIVE

I certify that the annual accounts set out in the financial statements and notes to the accounts (pages 15 to 68) which I am required to prepare on behalf of the Northern Ireland Ambulance Service HSC Trust have been compiled from and are in accordance with the accounts and financial records maintained by the Trust and with the accounting standards and policies for HSC bodies approved by the DHSSPS.



.....Director of Finance

27 June 2011

.....Date

I certify that the annual accounts set out in the financial statements and notes to the accounts (page 15 to 68) as prepared in accordance with the above requirements have been submitted to and duly approved by the Board.



.....Chairman

27 June 2011

.....Date



.....Chief Executive

27 June 2011

.....Date

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

STATEMENT ON INTERNAL CONTROL FOR THE FINANCIAL YEAR 2010/11

Scope of Responsibility

The Board of the Northern Ireland Ambulance Service (NIAS) is accountable for internal control. As Accounting Officer and Chief Executive of the Board, I have responsibility for maintaining a sound system of internal control that supports the achievement of the organisation's policies, aims and objectives, whilst safeguarding the public funds and assets for which I am responsible in accordance with the responsibilities assigned to me by the Department of Health, Social Services and Public Safety (DHSSPS).

In essence, the role of Accounting Officer is to see that the Trust carries out the following functions in a way that ensures the proper stewardship of public money and assets:

- To enter into and fulfil service level agreements with health and social care commissioners;
- To meet statutory financial duties; and
- To maintain and develop relationships with patients, the local community, commissioners, other HSC bodies and suppliers.

The Trust is directly accountable to the Department of Health, Social Services and Public Safety (DHSSPS) for the performance of these functions.

The Trust works in partnership with the DHSSPS and the Health and Social Care Board (HSCB) through groups such as the Performance Management and Service Improvement team at HSCB. The Trust also works closely with other partner organisations through the establishment and representation on various working groups, for example local ambulance liaison groups. These arrangements continue to be reviewed and updated in response to changes in the structure of Health and Social Care.

The purpose of the system of internal control

The system of internal control is designed to manage risk to a reasonable level rather than eliminate all risk of failure to achieve policies, aims and objectives; it can therefore only provide reasonable and not absolute assurance of effectiveness. The system of internal control is based on an ongoing process designed to:

- identify and prioritise the risks to the achievement of organisational policies, aims and objectives; and
- evaluate the likelihood of those risks being realised and the impact should they be realised, and to manage them efficiently, effectively and economically.

The system of internal control has been in place in the Trust for the year ended 31 March 2011 and up to the date of approval of the annual report and accounts and accords with Department of Health, Social Services and Public Safety guidance.

The Board exercises strategic control over the operation of the organisation through a system of corporate governance which includes:

- a schedule of matters reserved for Board decisions;

- a scheme of delegation, which delegates decision making authority within set parameters to the Chief Executive and other officers; and
- standing orders and standing financial instructions, including the establishment of an audit committee, an assurance committee and a remuneration committee.

The system of internal financial control is based on a framework of regular financial information, administrative procedures including the segregation of duties and a system of delegation and accountability. In particular it includes:

- comprehensive budgeting systems with an annual budget which is reviewed and agreed by the Board;
- regular reviews by the Board of periodic and annual financial reports which indicate financial performance against the forecast;
- setting targets to measure financial and other performances;
- clearly defined capital investment control guidelines; and
- as appropriate, formal budget management disciplines.

The Trust has an internal audit function which operates to defined standards and whose work is informed by an analysis of risk to which the Trust is exposed. Annual audit plans are based on this analysis. In 2010/11 Internal Audit reviewed the following systems:

Audit Assignment	Overall Level of Assurance
• Payroll (including overtime and Human Resources);	Substantial
• Non-pay Expenditure;	Satisfactory
• Bank & Cash;	Substantial
• Travel Expenses (including volunteer drivers expenses)	Satisfactory
• Maintenance Contracts	Satisfactory
• Station Visits (Finance and Operational Audit)	Satisfactory
• Fleet Management (including fuel usage)	Satisfactory
• Management of Ambulance Usage	Satisfactory

In the annual report, the Internal Auditor's overall opinion for the year ended 31 March 2011 was that there was a satisfactory system of internal control within NIAS designed to meet the Trust's objectives. However, weaknesses in control were identified in a number of areas. In particular, specific limited assurance was provided in relation to the arrangements in place in respect of agency staff. The Trust has completed a full review of the arrangements in place for agency staff, including the rates paid, the agencies used and the processes in place when engaging agency staff to improve controls in this area. The Trust is also in the process of reviewing the information contained on, and the arrangements for the maintenance of, the Asset Register. This will seek to update the information held about the location of assets, particularly recognising the dynamic nature of ambulance provision and the fact that assets, such as vehicles, will rarely remain at the location to which they are allocated and recorded. Also, the Trust is to review arrangements for the management and delivery of contracts, particularly recognising that there may not be staff present at all ambulance locations when work is carried out.

Observations on the checks in respect of volunteer drivers were also made along with recommendations to improve practices in respect of medicines management and records management at ambulance stations.

Internal audit also carried out a number of corporate risk-based audits and have made a number of observations in Fleet Management (including fuel usage) and the Management of Ambulance Usage.

Observations were made in a number of areas, for example to extend the role of Resource Management Centre across the service to harmonise practice and policies between divisions for all operational staff.

Recommendations to address these control weaknesses have been or are currently being implemented.

Progress on prior year significant internal control issues

Internal Audit also carried out a follow up review on previous audit recommendations. Significant progress has been made and 95% of previous audit recommendations are deemed fully or partially implemented. A small number of audit recommendations remain outstanding. For example, the Business Continuity Operational Plan requires updating and dissemination to all staff.

With regard to the wider control environment the Trust has in place a range of organisational controls, commensurate with the current assessment of risk, designed to ensure the efficient and effective discharge of its business in accordance with the law and departmental direction. Every effort is made to ensure that the objectives of the Trust are pursued in accordance with the recognised and accepted standards of public administration. The Trust continues to review and develop governance structures to respond to best practice and developments.

As part of this ongoing development and in order to strengthen governance arrangements, a review of the governance structures and terms of reference was undertaken, including a series of workshops for all Trust Board members, with recommendations submitted to Trust Board for implementation. These recommendations have been implemented in the current year with the establishment of an Assurance Committee to replace the Clinical Governance and Risk Management committees. The Audit Committee, Assurance Committee and Remuneration Committee meet regularly and these meetings are recorded and minutes reported to the Trust Board.

During Assurance Committee meetings, members are presented with progress updates in relation to service developments in the provision of clinical care and review the Trust's Risk Register, Untoward Incident Reports, compliance with relevant Controls Assurance Standards and the Assurance Framework as standing items.

The Clinical Audit function continues to analyse clinical information contained in Patient Report Forms which are held electronically. A review of the arrangements for the management of Patient Report Forms was also initiated in 2009/10 and measures to improve performance in this area implemented during the year. The development of a number of Clinical Performance Indicators for a range of clinical conditions, for example acute stroke, continues in accordance with those used by the other UK Ambulance Services to facilitate benchmarking with other Services. Using these indicators, regular reports are produced and presented to the Assurance Committee on the standard of clinical care provided for a number of clinical conditions.

The Trust continued with the introduction of paramedic clinical support officers to enhance the delivery of safe, quality care through measures such as clinical supervision of front-line ambulance personnel.

The Trust continues to develop, within available resources, the management structure of the operations department. This structure is designed to enable the Trust to meet its Priority for Action (PFA) targets whilst at the same time delivering a robust system of clinical supervision.

The Trust continues to deliver the paramedic training programme as approved by the Health Professions Council. NIAS staff are provided with the education, training and development required in order to fulfil their job role effectively. The annual training plan outlines the key training requirements for NIAS each year.

Recommendations of the reviews previously undertaken by the Department of Health's Healthcare Associated Infections (HCAI) and Cleanliness Division, in relation to healthcare acquired infection, and the Regulation and Quality Improvement Authority (RQIA), in regard to HSC Quality Assurance Standards, were addressed in the previous year. Monitoring these actions and performance is reported to Trust Board through the Assurance Committee. A further review in respect of Infection Prevention and Control was carried out by RQIA during the year. The Trust awaits the findings of this latest review.

The NIAS Infection Prevention and Control Group which oversees and monitors infection prevention and control (IPC) arrangements and practices within the Trust continue to meet bi-monthly. These meetings are recorded and reported to the Assurance Committee.

The Trust's recruitment and selection policies are based on the principle of equality of opportunity and controls are in place to ensure that all such decisions are taken in accordance with the relevant legislation.

With regard to estate management, decisions are taken within the context of an estate plan, which prioritises management action based on an assessment of risk. During 2009/10, the Trust secured Outline Business Case approval for its programme of estate renewal and replacement. Work is ongoing to develop and secure approval for individual business cases for specific developments. The Trust reports on Fire Code compliance on a regular basis to the Department and, in conjunction with Health Estates, is further developing its Estate Strategy with particular regard to Health and Safety, Fire Code and the Disability Discrimination Act.

Capacity to handle risk

The Board of the Northern Ireland Ambulance Service HSC Trust has established an Assurance Committee, which is a sub-committee of the Board, and is responsible for overseeing all aspects of risk management within the organisation. The Assurance Committee meets at least three times a year and reviews the Corporate Risk Register, compliance with Controls Assurance Standards and the report of Untoward Incidents as standing items, as well as other health and safety and risk management issues. The meetings are recorded and the minutes are reported to the Trust Board. The Trust's Medical Director has been given delegated responsibility for risk management and a full time Risk Manager has been in post since July 2005. In order to strengthen the arrangements for Risk Management within the Trust, the Committee structures and terms of reference were reviewed. A number of workshops were held for all members of Trust Board with a series of recommendations submitted to Trust Board which were implemented during the year.

The NIAS Risk Management Strategy has been updated during the year and will be formally reviewed to reflect the revised governance arrangements and developments in the area during 2011/12.

Revised pharmacy arrangements have been embedded and are now in place throughout the service. The revised Medicines Management Policy and Procedures as presented to and ratified by Trust Board are approved by the DHSSPS and Home Office as being compliant with statutory requirements, regulations and legislation.

The risk and control framework

The Trust's Risk Management Strategy specifies a number of reactive and proactive ways in which risk can be identified. The means of identification include, although not exclusively, untoward incident reporting, complaints management, risk assessment, claims management, controls assurance, benchmarking and consultation with staff and service users. The strategy also places upon all Trust employees the responsibility to be aware of and to report any and all risks to which they or the Trust are exposed.

Identified risks are recorded on the Risk Register, evaluated and, if necessary re-evaluated, in line with the AS/NZS 4360 Risk Management Standard. In accordance with the strategy this takes into account the likelihood and potential impact on the Trust's patients, employees, environment, reputation and resources. This evaluation then prompts the development of individual risk treatment plans against which progress is monitored through the Trust's Risk Register, which is reviewed at each meeting of the Assurance Committee.

Corporate Risks are those that impact on the organisation as a whole or which cannot be resolved immediately or adequately reduced by treatment at a local level. They are recorded on the Corporate Risk Register, which is reviewed at each meeting of the Assurance Committee, and by the responsible manager, on a continual basis.

Local Risks are those which have a localised impact and which can be reduced to an acceptable level by treatment at a local level. These are recorded on the Local Risk Register and are the responsibility of NIAS line management. Local Risk Register updates are forwarded to the relevant Directors for distribution and review at local level on a bi-monthly basis.

In respect of risks to information, the Trust has updated the Information and Communications Technology Strategy and has participated in a number of data protection reviews to improve controls in this area. The Director of Finance and ICT has been appointed as Senior Information Risk Owner (SIRO) to lead the Information Governance risk assessment and management processes within the Trust and advise the Board on the effectiveness of information risk management across the organisation. In recognition of the importance of information confidentiality and security, the Trust has updated both the Risk Management Strategy and the Untoward Incident Procedure to capture and highlight any information governance incidents. In addition, the Trust has established an ICT Steering Group which regularly reviews the management of all information risks and information governance arrangements within the Trust.

The Medical Director has been appointed as the Trust's Caldicott Guardian with particular responsibility for access to, and the use of, person identifiable patient information. Part of this role includes his appointment to the UK Council of Caldicott Guardians. The Caldicott Guardian also supports Board recognition of the importance of best practice in relation to the broader information governance agenda.

Work continues in implementing DHSSPS guidance on Personal and Public Involvement (PPI), led by the Trust's Medical Director. In compliance with Section 20 of The Health and Social Care Reform Act 2009, NIAS developed a Consultation Scheme which outlined plans for the further implementation of PPI and following Trust Board approval, was approved by the DHSSPS during the year. There are particular challenges for an ambulance service in the implementation of PPI. However, the Trust continues to engage and collaborate with the Patient and Client Council (PCC) and other Trusts in respect of this agenda and a representative of the PCC is invited to attend and participate in Trust Board meetings. In addition the Trust is represented on the regional PPI Forum, led by the Public Health Agency to develop a collaborative approach to PPI within the HSC family. The Trust has continued to participate in regional work streams in implementation of the PPI agenda including through the regional PPI Forum and sub-groups. Work is progressing in respect of a draft PPI Strategy for the Trust including plans for consultation with stakeholders and the Trust is engaging with HSC colleagues in the implementation of this work.

In fulfilment of the Minister's Priorities for Action target, the NIAS Trust Board formally adopted the DHSSPS Patient and Client Experience standards of respect, attitude, behaviour, communication, privacy and dignity and launched these at its Annual General Meeting in September 2009. Work is continuing to make staff aware of the standards through Induction and Post Proficiency training. The Trust has continued to analyse the results from surveys undertaken in other Trusts which include questions relating to experience of the Ambulance Service. This along with an outline of complaints relating to the standards was submitted

to Health and Social Care Board (HSCB) during the year. The Trust continues to participate in regional work streams, including engagement with the Public Health Agency, to increase the monitoring tools used to monitor the standards. During the year, the Trust has worked with the regional research lead to draft protocols for use in NIAS to pilot Observations of Practice. The Trust met further with the Patient and Client Council (PCC) to discuss proposals for PCC support in the development of NIAS service user engagement.

In line with Departmental guidance, legal services are provided to the Trust by the Department of Legal Services, which is part of the HSC wide Business Services Organisation.

The Trust assessed its compliance with the applicable Controls Assurance Standards which were defined by the Department and against which a degree of progress was expected in 2010/11.

Following the audit, the Trust achieved the following levels of compliance for 2010/11:

Standard	DHSSPS Expected Level of Compliance	Trust Level of Compliance	Reviewed By
Buildings, land, plant and non-medical equipment	70% - 99% (Substantive)	Substantive	Self Assessment
Decontamination of medical devices	70% - 99% (Substantive)	Not Assessed *	
Emergency Planning	70% - 99% (Substantive)	Substantive	Internal Audit
Environmental Cleanliness	70% - 99% (Substantive)	Not Assessed *	
Environment Management	70% - 99% (Substantive)	Substantive	Self Assessment
Financial Management (Core Standard)	70% - 99% (Substantive)	Substantive	Internal Audit
Fire safety	70% - 99% (Substantive)	Substantive	Self Assessment
Fleet and Transport Management	70% - 99% (Substantive)	Substantive	Internal Audit
Food Hygiene	70% - 99% (Substantive)	Not Assessed *	
Governance (Core Standard)	70% - 99% (Substantive)	Substantive	Internal Audit
Health & Safety	70% - 99% (Substantive)	Substantive	Self Assessment
Human Resources	70% - 99% (Substantive)	Substantive	Self Assessment
Infection Control	70% - 99% (Substantive)	Substantive	Self Assessment
Information Communication Technology	70% - 99% (Substantive)	Substantive	Self Assessment
Management of Purchasing and Supply	70% - 99% (Substantive)	Substantive	Self Assessment
Medical Devices and Equipment Management	70% - 99% (Substantive)	Substantive	Self Assessment
Medicines Management	70% - 99% (Substantive)	Substantive	Internal Audit
Records Management	70% - 99% (Substantive)	Substantive	Self Assessment
Research Governance	70% - 99% (Substantive)	Not Assessed *	
Risk Management (Core Standard)	70% - 99% (Substantive)	Substantive	Internal Audit
Security Management	70% - 99% (Substantive)	Substantive	Self Assessment
Waste Management	70% - 99% (Substantive)	Substantive	Self Assessment

* Refer to Departmental Guidance HSS (PPM) 1/2005 – not applicable to the Trust

The Trust has met the required levels of compliance as determined by the Department.

The Trust continues to develop systems and processes to ensure compliance with Controls Assurance Standards. An action plan will be developed for any areas of non-compliance within controls assurance standards and progress against the plan will be monitored throughout the year.

The Trust will continue to work with DHSSPS and the HSC Board to deliver efficiencies in line with public consultation and maintain financial balance. Significant challenges have been identified which will require the health care system to adopt a whole-system approach to resolve. NIAS remains fully committed to playing its part in the delivery of safe, quality services within a constrained financial environment.

Review of effectiveness

As Accounting Officer, I have responsibility for the review of effectiveness of the system of internal control. My review of the effectiveness of the system of internal control is informed by the work of the internal auditors and the executive managers within the Trust who have responsibility for the development and maintenance of the internal control framework, and comments made by the external auditors in their management letter and other reports. I have been advised on the implications of the result of my review of the effectiveness of the system of internal control by the Trust Board, Audit Committee and Assurance Committee. A plan to address weaknesses and ensure continuous improvement to the system is in place.

The process of maintaining and reviewing the effectiveness of internal control is embedded throughout the organisation. In particular:

The Trust Board exercises financial supervision and control by:

- Approving the financial strategy;
- Requiring the submission and approval of budgets within approved allocations/overall income;
- Defining and approving essential features in respect of important procedures and financial systems (including the need to obtain value for money); and
- Defining specific responsibilities placed on directors and employees as indicated in the Scheme of Delegation Document.

All members of the Board and employees, severally and collectively, are responsible for:

- The security of the property of the Trust;
- Avoiding loss;
- Exercising economy and efficiency in the use of resources; and
- Conforming to the requirements of Standing Orders, Standing Financial Instructions, Financial Procedures, the Scheme of Delegation and other financial procedures which the Director of Finance may issue.

The Audit Committee's primary role is to independently contribute to the Trust Board's overall process for ensuring that an effective internal financial control system is maintained.

The Assurance Committee is responsible for assuring the NIAS Board that effective and regularly reviewed arrangements are in place to support the implementation, maintenance and development of governance (clinical and non clinical) and risk management and that such matters are properly considered and communicated to the Board.

The Remuneration Committee's primary role is to advise the Board about appropriate remuneration and terms of service for the Chief Executive and Directors employed by the Trust.

Internal Audit will review, appraise and report upon:

- The extent of compliance with, and the financial effect of, relevant established policies, plans and procedures;
- The adequacy and application of financial and other related management controls;
- The suitability of financial and other related management data;
- The extent to which the Trust's assets and interests are accounted for and safeguarded from loss of any kind, arising from:
 - Fraud and other offences;
 - Waste, extravagance, inefficient administration;
 - Poor value for money or other causes.
- (e) The adequacy of follow up action taken by management in response to Internal Audit reports
- (f) Internal Audit shall also independently verify the Assurance Statements.

During the year, Internal Audit was provided by the Business Services Organisation (BSO). BSO internal Audit had no executive responsibilities within the Trust and was sufficiently independent of the activities audited to enable the performance of duties in a manner that facilitated impartial and effective professional judgements and recommendations.

The Trust also relies on other significant assurance functions, both internal and external to the organisation, and considers the implications of any relevant findings for the governance of the organisation. These may include, but will not be limited to, any reports issued by the Comptroller and Auditor General or Public Accounts Committee, reviews by DHSSPS commissioned bodies, the Regulation and Quality Improvement Authority (RQIA) or professional and regulatory bodies with responsibility for the performance of staff or functions (e.g. Joint Royal Colleges Ambulance Liaison Committee (JRCALC), Health Professions Council (HPC) and Royal Colleges, accreditation bodies).

New significant control issues

During 2010/11 the Trust continued with efforts to secure financial breakeven in a difficult financial environment. The final year of required efficiency savings were implemented and Trust Board was kept fully apprised of the risks involved and was engaged in developing the strategic direction which informed the actions of the Trust to address risk in this area.

The Trust continues with the agreed process of Agenda for Change in partnership with Trade Unions. However, there remain uncertainties over the outcome of the process and the Trust cannot predict what the final outcome will be or when the process will be completed. The Trust will continue to fulfil its obligations under the agreed Agenda for Change process.

The Swine Flu pandemic was a very significant risk to business continuity and the delivery of strategic objectives in 2009/10. During 2010/11 the Trust built upon the lessons learnt and updated systems and processes as appropriate. An Assistant Emergency Planning Officer has been nominated to co-ordinate Business Continuity Planning on behalf of the Medical Director. Business continuity strategies and policies will be updated and rolled out in 2011/12.

Business continuity was also tested during the harsh, enduring, winter weather which impacted on all aspects of life in Northern Ireland over an extended period in 2010/11. The weather was a significant factor affecting Category A (Life Threatening) ambulance response and performance fell this year compared to last

and targets set were, unfortunately, not achieved in all areas. Peak performance targets set for the month of March 2011 were achieved in three of the five Local Commissioning Group areas.

Further changes in the wider acute sector health care system continued during 2010/11 which necessitated the revision and enhancement of ambulance resources to compensate for the withdrawal of some acute services and changes in some specialties. This placed a pressure on NIAS in relation to the provision of additional resources, both staff and non-staff, at short notice and with limited prior engagement in the planning process. Whilst NIAS responded positively to the changes and the additional pressures, issues in relation to the planning process and the need for engagement with NIAS in advance of decisions at the earliest possible opportunity have been highlighted to relevant stakeholders. This continues to present a risk for the future and NIAS will engage positively with the key stakeholders to manage this risk.

During the year, specific efforts were made to improve reporting of vehicle cleaning in an effort to provide additional assurance on infection prevention and control measures. A sub-group of the Trust's Infection Prevention and Control Group has been formed to specifically review current arrangements and make recommendations to improve the reporting and monitoring of vehicle cleaning. This subgroup will comprise of members from all Divisions and all grades of operational staff including representation from Ambulance Control. Following the outcome of this work, further workshops will be arranged for Station Officers. The Trust's Clinical Waste Policy has been reviewed in association with other HSC Trusts and following final comments will be submitted to the Assurance Committee and Trust Board for approval.

The Trust has also prioritised the management of absence and has engaged in a process of reviewing the measurement of absence, setting and monitoring monthly performance targets and related action plans and benchmarking. Regrettably the overall percentage of absence rose slightly from 6.72% in 2009/10 to 6.87% in 2010/11. During 2010/11 absence management has been incorporated as a formal item into the regular monthly operational performance management meetings which underpin the Trust's performance management regime. In addition, the absence management policy and procedure has been reviewed with Trade Unions to ensure that it remains fit for purpose. The current policy continues to be rigorously applied by managers. In addition we have invested to secure early access to occupational health and physiotherapy for ambulance personnel to support an early return to work and decisions on capacity to continue to work in an ambulance role. The absence management process and initiatives to enhance capability and management are informed by ongoing benchmarking of performance and reference to national best practice information.

The Chief Executive, as Accounting Officer, is ultimately accountable to the Board and to the Accounting Officer of the DHSSPS for ensuring that the Board meets its obligation to perform its functions within the available financial resources. The Chief Executive has overall executive responsibility for the Trust's activities, is responsible to the Board for ensuring that its financial obligation and targets are met and has overall responsibility for the Trust's system of internal control.



Chief Executive

27 June 2011

NI AMBULANCE SERVICE HEALTH AND SOCIAL CARE TRUST

THE CERTIFICATE AND REPORT OF THE COMPTROLLER AND AUDITOR GENERAL TO THE NORTHERN IRELAND ASSEMBLY

I certify that I have audited the financial statements of NI Ambulance Service Health & Social Care Trust for the year ended 31 March 2011 under the Health and Personal Social Services (Northern Ireland) Order 1972, as amended. These comprise the Statement of Comprehensive Net Expenditure, the Statement of Financial Position, the Statement of Cash Flows, the Statement of Changes in Taxpayers' Equity and the related notes. These financial statements have been prepared under the accounting policies set out within them. I have also audited the information in the Remuneration Report that is described in that report as having been audited.

Respective responsibilities of the Accounting Officer and auditor

As explained more fully in the Statement of Accounting Officer's Responsibilities, the Accounting Officer is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. My responsibility is to audit the financial statements in accordance with the Health and Personal Social Services (Northern Ireland) Order 1972, as amended. I conducted my audit in accordance with International Standards on Auditing (UK and Ireland). Those standards require me and my staff to comply with the Auditing Practices Board'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 NI Ambulance Service Health & Social Care Trust's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the NI Ambulance Service Health & Social Care Trust and the overall presentation of the financial statements. In addition I read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements. If I become aware of any apparent material misstatements or inconsistencies I consider the implications for my certificate.

In addition, I am required to obtain evidence sufficient to give reasonable assurance that the expenditure and income reported in the financial statements have been applied to the purposes intended by the Assembly and the financial transactions conform to the authorities which govern them.

Opinion on Regularity

In my opinion, in all material respects the expenditure and income have been applied to the purposes intended by the Assembly and the financial transactions conform to the authorities which govern them.

Opinion on financial statements

In my opinion:

- the financial statements give a true and fair view, of the state of NI Ambulance Service Health & Social Care Trust's affairs as at 31 March 2011 and of its net expenditure, cash flows and changes in taxpayers' equity for the year then ended; and
- the financial statements have been properly prepared in accordance the Health and Personal Social Services (Northern Ireland) Order 1972, as amended and Department of Health, Social Services & Public Safety directions issued thereunder.

Opinion on other matters

In my opinion:

- the part of the Remuneration Report to be audited has been properly prepared in accordance with the Health and Personal Social Services (Northern Ireland) Order 1972, as amended and Department of Health, Social Services & Public Safety directions issued thereunder; and
- the information given in the Chairman's Preface, NIAS Organisation Review, Chief Executive's Report and Management Commentary for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which I report by exception

I have nothing to report in respect of the following matters which I report to you if, in my opinion:

- adequate accounting records have not been kept; or
- the financial statements and part of the Remuneration Report to be audited are not in agreement with the accounting records; or
- I have not received all of the information and explanations I require for my audit; or
- the Statement on Internal Control does not reflect compliance with Department of Finance and Personnel's guidance.

Report

I have no observations to make on these financial statements.



KJ Donnelly
Comptroller and Auditor General
Northern Ireland Audit Office
106 University Street
Belfast
BT7 1EU

28 June 2011

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

STATEMENT of COMPREHENSIVE NET EXPENDITURE for the year ended 31 March 2011

	NOTE	2011 £000s	Restated 2010 £000s
Expenditure			
Staff costs	3.1	(40,557)	(44,253)
Depreciation	4.1	(3,535)	(3,851)
Other Expenditures	4.1	(10,532)	(11,382)
		<u>(54,624)</u>	<u>(59,486)</u>
Income			
Income from activities	5.1	1,603	1,600
Other Income	5.2	54	59
Transfers from reserves for donated property, plant, equipment & intangibles	5.3	0	0
		<u>1,657</u>	<u>1,659</u>
Net Expenditure		<u>(52,967)</u>	<u>(57,827)</u>
Revenue Resource Limit (RRL)	24.1	<u>52,978</u>	<u>57,832</u>
Surplus / (Deficit) against RRL		<u>11</u>	<u>5</u>
OTHER COMPREHENSIVE EXPENDITURE			
	NOTE	2011 £000s	Restated 2010 £000s
Net gain/(loss) on revaluation of Property, Plant and Equipment	6.2-5/10.1	405	1,045
Net gain/(loss) on revaluation of Intangibles	7.2-5/10.1	0	0
Net gain/(loss) on revaluation of available for sales financial assets		0	0
TOTAL COMPREHENSIVE EXPENDITURE for the year ended 31 March 2011		<u>(52,562)</u>	<u>(56,782)</u>

The notes on pages 19 to 68 form part of these accounts.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

STATEMENT of FINANCIAL POSITION as at 31 March 2011

	NOTE	2011 £000s	2011 £000s	Restated 2010 £000s	Restated 2010 £000s	Restated 2009 £000s	Restated 2009 £000s
Non Current Assets							
Property, plant and equipment	6.1	24,529		23,104		23,937	
Intangible assets	7.1	66		89		87	
Financial assets	8.1	0		0		0	
Trade and other receivables	12.1	0		0		0	
Other current assets	12.1	0		0		0	
Total Non Current Assets			24,595		23,193		24,024
Current Assets							
Assets classified as held for sale	9.1	0		2		0	
Inventories	11.1	48		54		70	
Trade and other receivables	12.1	400		1,841		707	
Other current assets	12.1	201		97		258	
Financial assets	8.1	0		0		0	
Cash and cash equivalents	13.1	98		96		101	
Total Current Assets			747		2,090		1,136
Total Assets			25,342		25,283		25,160
Current Liabilities							
Trade and other payables	14.1	(9,506)		(12,499)		(14,416)	
Other liabilities	14.1	0		0		0	
Total Current Liabilities			(9,506)		(12,499)		(14,416)
Non Current Assets plus / less Net Current Assets / Liabilities			15,836		12,784		10,744
Non Current Liabilities							
Provisions	16.1/16.4	(3,523)		(3,155)		(2,775)	
Other payables > 1 yr	14.3	(2,261)		(2,261)		(2,261)	
Financial liabilities	8.1	0		0		0	
Total Non Current Liabilities			(5,784)		(5,416)		(5,036)
Assets Less Liabilities			10,052		7,368		5,708
Taxpayers' Equity							
Donated asset reserve		0		0		0	
Revaluation reserve		4,314		3,940		5,205	
General fund		5,738		3,428		503	
			10,052		7,368		5,708

The notes on pages 19 to 68 form part of these accounts.



Signed

(Chairman)

Date

27 June 2011



Signed

(Chief Executive)

Date

27 June 2011

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

STATEMENT of CASHFLOWS for the year ended 31 March 2011

	NOTE	2011 £000s	Restated 2010 £000s
Cashflows from Operating Activities			
Net expenditure after interest		(52,967)	(57,827)
Adjustments for non cash costs	4.1	4,186	5,346
(Increase)/decrease in trade and other receivables	12.1	1,337	(973)
<i>Less movements in receivables relating to items not passing through the SCNE</i>			
Movements in receivables relating to the sale of property, plant and equipment		0	0
Movements in receivables relating to finance leases		0	0
Movements in receivables relating to PFI and other service concession arrangement contracts		0	0
(Increase)/decrease in inventories	11.1	6	16
Increase/(decrease) in trade payables	14.1	(2,993)	(1,917)
<i>Less movements in payables relating to items not passing through the SCNE</i>			
Movements in payables relating to the purchase of property, plant and equipment	14.1	(2,458)	3,998
Movements in payables relating to finance leases	18.2	0	0
Movements in payables relating to PFI and other service concession arrangement contracts	19.1	0	0
Use of provisions	16.1/16.4	(246)	(121)
Net Cash (Outflow) from Operating Activities		(53,135)	(51,478)
Cashflows from Investing Activities			
(Purchase of property, plant & equipment)		(2,165)	(6,957)
(Purchase of intangible assets)		0	(12)
Proceeds of disposal of property, plant & equipment		72	30
Proceeds on disposal of intangibles		0	0
Proceeds on disposal of assets held for resale		6	0
Net Cash (Outflow) from Investing Activities		(2,087)	(6,939)
Cashflows from Financing Activities			
Grant in aid		55,224	58,412
Cap element of payments - finance leases and on balance sheet (SoFP) PFI and other service concession arrangements		0	0
Net Financing		55,224	58,412
Net Increase (Decrease) in Cash & Cash Equivalents in the Period		2	(5)
Cash & Cash Equivalents at the Beginning of the Period	13	96	101
Cash & Cash Equivalents at the End of the Period	13	98	96

The notes on pages 19 to 68 form part of these accounts.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

STATEMENT of CHANGES in TAXPAYERS EQUITY for the year ended 31 March 2011

	Note	General Fund £000s	Revaluation Reserve £000s	Donation Reserve £000s	Total £000s
Balance at 31 March 2009		558	5,205	0	5,763
Changes in accounting policy		(9)	0	0	(9)
Change in accounting policy - clinical negligence		(46)	0	0	(46)
Restated Balance at 1 April 2009		503	5,205	0	5,708
Changes in Taxpayers Equity 2009-10					
Grant from DHSSPS		58,412	0	0	58,412
Transfers between reserves		2,315	(2,315)	0	0
(Comprehensive expenditure for the year)		(57,827)	1,045	0	(56,782)
Donated asset receipts		0	0	0	0
Donated asset reserve - transfer to net expend for depreciation		0	0	0	0
Donated asset reserve - transfer from / (to) net expenditure for profit		0	0	0	0
/ (loss) on sale of donated asset		0	0	0	0
Changes in accounting policy - impairments		0	5	0	5
Non cash charges - auditors remuneration	4.1	25	0	0	25
Balance at 31 March 2010		3,428	3,940	0	7,368
Changes in Taxpayers Equity 2010-11					
Grant from DHSSPS		55,224	0	0	55,224
Transfers between reserves		31	(31)	0	0
(Comprehensive expenditure for the year)		(52,967)	405	0	(52,562)
Donated asset receipts		0	0	0	0
Donated asset reserve - transfer to net expend for depreciation		0	0	0	0
Donated asset reserve - transfer from / (to) net expenditure for profit		0	0	0	0
/ (loss) on sale of donated asset		0	0	0	0
Non cash charges - auditors remuneration	4.1	22	0	0	22
Balance at 31 March 2011		5,738	4,314	0	10,052

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 1 STATEMENT OF ACCOUNTING POLICIES

1.1 Authority

These accounts have been prepared in a form determined by the Department of Health, Social Services and Public Safety based on guidance from the Department of Finance and Personnel's Financial Reporting manual (FReM) and in accordance with the requirements of Article 90(2)(a) of the Health and Personal Social Services (Northern Ireland) Order 1972 No 1265 (NI 14) as amended by Article 6 of the Audit and Accountability (Northern Ireland) Order 2003.

The accounting policies follow IFRS to the extent that it is meaningful and appropriate to HSC Trusts. Where a choice of accounting policy is permitted, the accounting policy which has been judged to be most appropriate to the particular circumstances of the HSC body for the purpose of giving a true and fair view has been selected. The HSC body's accounting policies have been applied consistently in dealing with items considered material in relation to the accounts.

1.2 Accounting Convention

These accounts have been prepared under the historical cost convention modified to account for the revaluation of property, plant and equipment.

1.3 Currency and Rounding

These accounts are presented in UK pounds sterling. The figures in the accounts are shown to the nearest £1,000.

1.4 Property, Plant and Equipment

Property, plant and equipment assets comprise: Land, Buildings (excluding Dwellings), Transport Equipment, Plant & Machinery, Information Technology, Furniture & Fittings, and Assets under Construction.

Recognition

Property, plant and equipment must be capitalised if:

- it is held for use in delivering services or for administrative purposes;
- it is probable that future economic benefits will flow to, or service potential will be supplied to, the Trust;
- it is expected to be used for more than one financial year;
- the cost of the item can be measured reliably; and
- the item has a cost of at least £5,000; or

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 1 STATEMENT OF ACCOUNTING POLICIES

- collectively, a number of items have a cost of at least £5,000 and individually have a cost of more than £1,000, where the assets are functionally interdependent, they had broadly simultaneous purchase dates, are anticipated to have simultaneous disposal dates and are under single managerial control; or
- items form part of the initial equipping and setting-up cost of a new building or station, irrespective of their individual or collective cost.

On initial recognition property, plant and equipment are measured at cost including any expenditure such as installation, directly attributable to bringing them into working condition. Items classified as “under construction” are recognised in the Statement of Financial Position to the extent that money has been paid or a liability has been incurred.

Valuation of Land and Buildings

Land and buildings are carried at the last professional valuation, in accordance with the Royal Institute of Chartered Surveyors (Statement of Asset Valuation Practice) Appraisal and Valuation Standards in so far as these are consistent with the specific needs of the HSC.

The last valuation was carried out on 31 January 2010 by Land and Property Services (LPS) which is an independent executive within the Department of Finance and Personnel. The valuers are qualified to meet the ‘Member of Royal Institution of Chartered Surveyors’ (MRICS) standard.

Professional revaluations of land and buildings are undertaken at least once in every five year period and are revalued annually, between professional valuations, using indices provided by LPS.

Land and buildings used for the Trust’s services or for administrative purposes are stated in the Statement of Financial Position at their revalued amounts, being the fair value at the date of revaluation less any subsequent accumulated depreciation and impairment losses.

Fair values are determined as follows:

- land and non-specialised buildings – open market value for existing use;
- specialised buildings – depreciated replacement cost;
- properties surplus to requirements – the lower of open market value less any material directly attributable selling costs, or book value at date of moving to noncurrent assets.

Modern Equivalent Asset

DFP has adopted a standard approach to depreciated replacement cost valuations based on modern equivalent assets and, where it would meet the location requirements of the service being provided, an alternative site can be valued. Land and Property Services (LPS) have included this requirement within the latest valuation.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 1 STATEMENT OF ACCOUNTING POLICIES

Assets Under Construction (AUC)

Properties in the course of construction for service or administration purposes are carried at cost, less any impairment loss. Cost includes professional fees as allowed by IAS 23 for assets held at fair value. Assets are revalued and depreciation commences when they are brought into use.

Fixtures and Equipment

Until 31 March 2008, fixtures and equipment were carried at replacement cost, as assessed by indexation. From 1 April 2008 short life IT assets are not indexed. Short life is defined as a useful life of up to and including 5 years. The carrying value of existing assets at that date were written off over their remaining useful lives and new fixtures and equipment are carried at depreciated historic cost as this is not considered to be materially different from fair value.

Where estimated life of fixtures and equipment exceed 5 years, suitable indices will be applied each year and depreciation will be based on indexed amount.

Revaluation Reserve

An increase arising on revaluation is taken to the revaluation reserve except when it reverses an impairment for the same asset previously recognised in expenditure, in which case it is credited to expenditure to the extent of the decrease previously charged there. A revaluation decrease is recognised as an impairment charged to the revaluation reserve to the extent that there is a balance on the reserve for the asset and, thereafter, to expenditure.

1.5 Depreciation

No depreciation is provided on freehold land, since land has unlimited or a very long established useful life. Items under construction are not depreciated until they are commissioned. Properties that are surplus to requirements and which meet the definition of “non-current assets held for sale” are also not depreciated.

Otherwise, depreciation is charged to write off the costs or valuation of property, plant and equipment and intangible non-current assets, less any residual value, over their estimated useful lives, in a manner that reflects the consumption of economic benefits or service potential of the assets. Assets held under finance leases are also depreciated over their estimated useful lives. The estimated useful life of an asset is the period over which the Trust expects to obtain economic benefits or service potential from the asset. Estimated useful lives and residual values are reviewed each year end, with the effect of any changes recognised on a prospective basis.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 1 STATEMENT OF ACCOUNTING POLICIES

The following asset lives have been used:

Asset Type	Asset Life
Freehold Buildings	5 - 51 years
Leasehold Property	Remaining period of lease
IT Assets	3 - 10 years
Intangible Assets	3 - 10 years
Other Equipment	3 - 15 years

1.6 Impairment Loss

If there has been an impairment loss due to a general change in prices, the asset is written down to its recoverable amount, with the loss charged to the revaluation reserve to the extent that there is a balance on the reserve for the asset and, thereafter, to expenditure. If the impairment is due to the consumption of economic benefits the full amount of the impairment is charged to the Statement of Comprehensive Net Expenditure account and an amount up to the value of the impairment in the revaluation reserve is transferred to the General fund. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of the recoverable amount but capped at the amount that would have been determined had there been no initial impairment loss. The reversal of the impairment loss is credited to expenditure to the extent of the decrease previously charged there and thereafter to the revaluation reserve.

1.7 Subsequent Expenditure

Where subsequent expenditure enhances an asset beyond its original specification, the directly attributable cost is capitalised. Where subsequent expenditure, which meets the definition of capital restores the asset to its original specification, the expenditure is capitalised and any existing carrying value of the item replaced is written-out and charged to operating expenses.

The overall useful life of the Trust's buildings takes account of the fact that different components of those buildings have different useful lives. This ensures that depreciation is charged on those assets at the same rate as if separate components had been identified and depreciated at different rates.

1.8 Intangible Assets

Intangible assets comprise software and licences. Software that is integral to the operating of hardware, for example an operating system is capitalised as part of the relevant item of property, plant and equipment. Software that is not integral to the operation of hardware, for example application software, is capitalised as an intangible asset. Expenditure on research is not capitalised: it is recognised as an operating expense in the period in which it is incurred. Internally-generated assets are recognised if, and only if, all of the following have been demonstrated:

- the technical feasibility of completing the intangible asset so that it will be available for use;
- the intention to complete the intangible asset and use it;

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 1 STATEMENT OF ACCOUNTING POLICIES

- the ability to sell or use the intangible asset;
- how the intangible asset will generate probable future economic benefits or service potential;
- the availability of adequate technical, financial and other resources to complete the intangible asset and sell or use it;
- the ability to measure reliably the expenditure attributable to the intangible asset during its development.

Recognition

Intangible assets are non-monetary assets without physical substance, which are capable of sale separately from the rest of the Trust's business or which arise from contractual or other legal rights. Intangible assets are considered to have a finite life. They are recognised only when it is probable that future economic benefits will flow to, or service potential be provided to, the Trust; where the cost of the asset can be measured reliably. All single items over £5,000 in value must be capitalised while intangible assets which fall within the grouped asset definition must be capitalised if their individual value is at least £1,000 each and the group is at least £5,000 in value.

The amount recognised for internally-generated intangible assets is the sum of the expenditure incurred from the date of commencement of the intangible asset, until it is complete and ready for use.

Intangible assets acquired separately are initially recognised at fair value. Following initial recognition, intangible assets are carried at fair value by reference to an active market, and as no active market currently exists depreciated replacement cost has been used as fair value.

1.9 Donated Assets

Donated non-current assets are capitalised at their fair value on receipt, with a matching credit to the donated asset reserve. They are valued, depreciated and impaired as described above for purchased assets. Gains and losses on revaluations and impairments are taken to the donated asset reserve and, each year, an amount equal to the depreciation charge on the asset is released from the donated asset reserve to offset the expenditure. On the sale of donated assets, the net book value is transferred from the donated asset reserve to the General Fund.

1.10 Non-current Assets Held for Sale

Non-current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. In order to meet this definition IFRS 5 requires that the asset must be immediately available for sale in its current condition and that the sale is highly probable. A sale is regarded as highly probable where an active plan is in place to find a buyer for the asset and the sale is considered likely to be concluded within one year. Non-current assets held for sale are measured at the lower of their previous carrying amount and fair value, less any material directly attributable selling costs. Fair value is open market value, where one is

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 1 STATEMENT OF ACCOUNTING POLICIES

available, including alternative uses. Assets classified as held for sale are not depreciated.

The profit or loss arising on disposal of an asset is the difference between the sale proceeds and the carrying amount. The profit from sale of land which is a non depreciating asset is recognised within income. The loss from sale of land or profit / loss from sale of depreciating assets is shown within operating expenses. On disposal, the balance for the asset on the Revaluation Reserve is transferred to the General Fund. For donated and government-granted assets, a transfer is made to or from the relevant reserve to the profit/loss on disposal account so that no profit or loss is recognised in income or expenses. The remaining surplus or deficit in the donated asset or government grant reserve is then transferred to the General Fund.

Property, plant or equipment that is to be scrapped or demolished does not qualify for recognition as held for sale. Instead, it is retained as an operational asset and its economic life is adjusted. The asset is de-recognised when it is scrapped or demolished.

1.11 Inventories

Inventories are valued at the lower of cost and net realisable value. This is considered to be a reasonable approximation to fair value due to the high turnover of stocks.

1.12 Income

Operating Income relates directly to the operating activities of the Trust and is recognised when, and to the extent that, performance occurs, and is measured at the fair value of the consideration receivable.

Grant in Aid

Funding received from other entities, including the Department and the Health and Social Care Board are accounted for as grant in aid and are reflected through reserves.

1.13 Investments

The Trust does not have any investments.

1.14 Other Expenses

Other operating expenses for goods or services are recognised when, and to the extent that, they have been received. They are measured at the fair value of the consideration payable.

1.15 Cash and Cash Equivalents

Cash is cash in hand and deposits with any financial institution repayable without penalty on notice of not more than 24 hours. Cash equivalents are investments that mature in 3 months or less from the

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 1 STATEMENT OF ACCOUNTING POLICIES

date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

1.16 Leases

Leases are classified as finance leases when substantially all the risks and rewards of ownership are transferred to the lessee. All other leases are classified as operating leases.

The Trust as Lessee

Property, plant and equipment held under finance leases are initially recognised, at the inception of the lease, at fair value or, if lower, at the present value of the minimum lease payments, with a matching liability for the lease obligation to the lessor. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate on interest on the remaining balance of the liability. Finance charges are recognised in calculating the Trust's surplus/deficit.

Operating lease payments are recognised as an expense on a straight-line basis over the lease term. Lease incentives are recognised initially as a liability and subsequently as a reduction of rentals on a straight-line basis over the lease term.

Contingent rentals are recognised as an expense in the period in which they are incurred.

Where a lease is for land and buildings, the land and building components are separated. Leased land may be either an operating lease or a finance lease depending on the conditions in the lease agreement and following the general guidance set out in IAS 17. Leased buildings are assessed as to whether they are operating or finance leases.

The Trust as Lessor

Amounts due from lessees under finance leases are recorded as receivables at the amount of the Trust's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the Trust's net investment outstanding in respect of the leases.

Rental income from operating leases is recognised on a straight-line basis over the term of the lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight-line basis over the lease term.

1.17 Private Finance Initiative (PFI) Transactions

The Northern Ireland Ambulance Service HSC Trust has had no PFI transactions during the year.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 1 STATEMENT OF ACCOUNTING POLICIES

1.18 Financial Instruments

- Financial Assets

Financial assets are recognised on the balance sheet when the Trust becomes party to the financial instrument contract or, in the case of trade receivables, when the goods or services have been delivered. Financial assets are derecognised when the contractual rights have expired or the asset has been transferred.

Financial assets are initially recognised at fair value.

- Financial Liabilities

Financial liabilities are recognised on the balance sheet when the Trust becomes party to the contractual provisions of the financial instrument or, in the case of trade payables, when the goods or services have been received. Financial liabilities are de-recognised when the liability has been discharged, that is, the liability has been paid or has expired.

Financial liabilities are initially recognised at fair value.

- Financial Risk Management

IFRS 7 requires disclosure of the role that financial instruments have had during the period in creating or changing the risks a body faces in undertaking its activities. Because of the relationships with HSC Commissioners, and the manner in which they are funded, financial instruments play a more limited role within Trusts in creating risk than would apply to a non public sector body of a similar size, therefore Trusts are not exposed to the degree of financial risk faced by business entities. Trusts have limited powers to borrow or invest surplus funds and financial assets and liabilities are generated by day to day operational activities rather than being held to change the risks facing the Trusts in undertaking activities. Therefore the HSC is exposed too little credit, liquidity or market risk.

- Currency Risk

The Trust is principally a domestic organisation with the great majority of transactions, assets and liabilities being in the UK and Sterling based. The Trust has no overseas operations. The Trust therefore has low exposure to currency rate fluctuations.

- Interest Rate Risk

The Trust has limited powers to borrow or invest and therefore has low exposure to interest rate fluctuations.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 1 STATEMENT OF ACCOUNTING POLICIES

- Credit Risk

Because the majority of the Trust's income comes from contracts with other public sector bodies, the Trust has low exposure to credit risk.

- Liquidity Risk

Since the Trust receives the majority of its funding through its principal Commissioner which is voted through the Assembly, it is therefore not exposed to significant liquidity risks.

1.19 Provisions

In Accordance with IAS 37, provisions are recognised when the Trust has a present legal or constructive obligation as a result of a past event, it is probable that the Trust will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognised as a provision is the best estimate of the expenditure required to settle the obligation at the end of the reporting period, taking into account the risks and uncertainties. Where a provision is measured using the cash flows estimated to settle the obligation, its carrying amount is the present value of those cash flows using DFP's discount rate of 2.2% in real terms.

The Trust has also disclosed the carrying amount at the beginning and end of the period, additional provisions made, amounts used during the period, unused amounts reversed during the period and increases in the discounted amount arising from the passage of time and the affect of any change in the discount rate.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognised as an asset if it is virtually certain that reimbursements will be received and the amount of the receivable can be measured reliably.

Present obligations arising under onerous contracts are recognised and measured as a provision. An onerous contract is considered to exist where the Trust has a contract under which the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under it.

A restructuring provision is recognised when the Trust has developed a detailed formal plan for the restructuring and has raised a valid expectation in those affected that it will carry out the restructuring by starting to implement the plan or announcing its main features to those affected by it. The measurement of a restructuring provision includes only the direct expenditures arising from the restructuring, which are those amounts that are both necessarily entailed by the restructuring and not associated with ongoing activities of the entity.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 1 STATEMENT OF ACCOUNTING POLICIES

1.20 Contingencies

Under IAS 37, the Trust discloses contingent liabilities where there is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the trust, or a present obligation that is not recognised because it is not probable that a payment will be required to settle the obligation or the amount of the obligation cannot be measured sufficiently reliably. A contingent liability is disclosed unless the possibility of a payment is remote.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Trust. A contingent asset is disclosed where an inflow of economic benefits is probable.

Where the time value of money is material, contingencies are disclosed at their present value.

1.21 Employee Benefits

Short-term Employee Benefits

Under the requirements of IAS 19 Employee Benefits, staff costs must be recorded as an expense as soon as the organisation is obligated to pay them. This includes the cost of any untaken leave that has been earned at the year end. This cost has been estimated using average staff numbers and costs applied to the average untaken leave balance determined from the results of a representative sample to ascertain leave balances as at 31 March 2011.

Retirement Benefit Costs

The Trust participates in the HSC Superannuation Scheme. Under this multi-employer defined benefit scheme both the Trust and employees pay specified percentages of pay into the scheme and the liability to pay benefit falls to the DHSSPS. The Trust is unable to identify its share of the underlying assets and liabilities in the scheme on a consistent and reliable basis. Further information regarding the HSC Superannuation Scheme can be found in the HSC Superannuation Scheme Statement in the Departmental Resource Account for the Department of Health, Social Services and Public Safety.

The costs of early retirements are met by the Trust and charged to the Statement of Comprehensive Net Expenditure at the time the Trust commits itself to the retirement.

As per the requirements of the Financial Reporting Manual (FReM), full actuarial valuations by a professionally qualified actuary are required at intervals not exceeding four years. The actuary reviews the most recent actuarial valuation at the Statement of Financial Position date and updates it to reflect current conditions. The most recent valuation as at 31 March 2008 will be used in the 2010/11 accounts.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 1 STATEMENT OF ACCOUNTING POLICIES

1.22 Value Added Tax

Where output VAT is charged or input VAT is recoverable, the amounts are stated net of VAT. Irrecoverable VAT is charged to the relevant expenditure category or included in the capitalised purchase cost of fixed assets.

1.23 Third Party Assets

Assets belonging to third parties (such as money held on behalf of patients) are not recognised in the accounts since the Trust has no beneficial interest in them. Details of third party assets are given in Note 23 to the accounts.

1.24 Losses and Special Payments

Losses and special payments are items that the Northern Ireland Assembly would not have contemplated when it agreed funds for the health service or passed legislation. By their nature they are items that ideally should not arise. They are therefore subject to special control procedures compared with the generality of payments. They are divided into different categories, which govern the way that individual cases are handled.

Losses and special payments are charged to the relevant functional headings in expenditure on an accruals basis, including losses which would have been made good through insurance cover had HSC Trusts not been bearing their own risks (with insurance premiums then being included as normal revenue expenditure). However, Note 25 on losses and special payments is compiled directly from the losses and compensations register which reports amounts on an accruals basis with the exception of provisions for future losses.

1.25 Government Grants

Government assistance for capital projects whether from UK, or Europe, is treated as a government grant (does not include grant-in-aid) even where there are no conditions specifically relating to the operating activities of the entity other than the requirement to operate in certain regions or industry sectors. The Northern Ireland Ambulance Service HSC Trust has received no government grants during the year.

1.26 Reserves

General Fund

The General Fund accounts for the Statement of Comprehensive Net Expenditure accumulated surpluses and deficits. Grant in aid funding is also credited to the General Fund.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 1 STATEMENT OF ACCOUNTING POLICIES

Revaluation Reserve

The Revaluation Reserve reflects the unrealised balance of the cumulative indexation and revaluation adjustments to assets other than donated assets.

Donated Assets Reserve

The Donated Asset Reserve represents the net book value of assets donated to the Trust.

1.27 Accounting Standards that have been Issued but have not yet been Adopted

Under IAS 8 there is a requirement to disclose those standards which have been issued but not yet adopted.

Management has reviewed the new accounting policies that have been issued but are not yet effective, nor adopted early for these accounts. Management consider that these are unlikely to have a significant impact on the accounts in the period of the initial application.

1.28 Change in Accounting Policy / Prior Year Restatement

There were three changes in accounting policy during the year. The prior year figures have been changed in the accounts (where material) to reflect the change in accounting policy. In the Statement of Financial Position the previous two years have been restated to comply with IAS 1 paragraph 29. The changes were as follows;

(i) Capital Charges

One of the impacts of the HM Treasury alignment project to closer align budgets, estimates and accounts has resulted in the removal of the cost of capital. Therefore from 2010/11 onwards the HSC body is no longer required to reflect a notional cost of capital within its accounts. Expenditure, reserves and non cash RRL have been restated in the comparative years to reflect this.

(ii) Clinical Negligence

As a result of new budgetary arrangements for the HSC, which were introduced following changes in HM Treasury budgeting guidance, cash funding to HSC bodies is now treated as grant in aid, and financial performance is measured with reference to a Revenue Resource Limit (RRL). The relevant changes were first introduced to Trust accounts in 2008/09.

However, as a result of the specific circumstances and more complex accounting arrangements relating to clinical negligence transactions and balances, the Department obtained dispensation from DFP which allowed HSC bodies to continue to cover clinical negligence costs by matching funding. This was managed through the Clinical Negligence Central Fund such that reimbursements receivable from the Central Fund in respect of clinical negligence provisions and liabilities were accounted for as income and reflected within debtors.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 1 STATEMENT OF ACCOUNTING POLICIES

The clinical negligence provision continues to be fully funded but rather than being reimbursed through the Central fund, it is now matched by RRL non cash cover. The Central Fund will no longer be used to administer the settlement of clinical negligence claims; rather HSC bodies will draw cash to cover clinical negligence settlements as grant in aid directly from the Department.

HSC bodies are now required to adopt this policy in full and have therefore restated any debtors in respect of amounts reimbursable from the Central Fund.

Income, receivables and non cash RRL have been restated in the comparative years to reflect this.

(iii) Impairment

Previously all impairments were charged to the Revaluation Reserve if one existed before the remaining amount was charged to the Statement of Comprehensive Net Expenditure. HM Treasury / DFP guidance for 2010/11 and future periods is that economic impairments should be charged in full to the Statement of Comprehensive Net Expenditure with a corresponding transfer being made from the Revaluation Reserve to the General Fund. This is considered to be more transparent than the IFRS approach to impairments. There is no change in policy in respect of price impairments.

Expenditure, reserves and non cash RRL have been restated in the comparative years to reflect this.

The table below shows the effect of all prior year adjustments:

2009-10	Cost of Capital £'000	Clinical Negligence £'000	Impairment £'000	Total £'000
Income	-	(13)	-	(13)
Expenditure	(310)	-	5	(305)
Receivables	-	(59)	-	(59)
Payables	-	-	-	-
Reserves	-	(59)	-	(59)
RRL	(310)	13	5	(292)

2008-09	Cost of Capital £'000	Clinical Negligence £'000	Impairment £'000	Total £'000
Receivables	-	(46)	-	(46)
Payables	-	-	-	-
Reserves	-	(46)	-	(46)

Comparative figures have been reclassified where necessary on a basis consistent with the current year. These reclassifications have no effect on the Statement of Comprehensive Net Expenditure.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 2 SEGMENTAL ANALYSIS

2.1 Analysis of Net Expenditure by Segment

As the Trust Board of the Northern Ireland Ambulance Service in its capacity as the 'Chief Operating Decision Maker' receives financial information for the Trust as a whole and makes decisions based on the provision of an ambulance service for the whole of Northern Ireland, it is appropriate that the Trust reports on a one operational segment basis.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 3 STAFF NUMBERS AND RELATED COSTS

3.1 Staff Costs

	2011	2010
	Permanently	Restated
Staff costs comprise:	Total	Total
	£000s	£000s
Wages & Salaries	33,523	37,507
Social Security costs	2,926	2,771
Other pension costs	4,108	3,975
	40,557	44,253
Capitalised staff costs	0	0
Total staff costs reported in Statement of Comprehensive Expenditure	40,557	44,253
Less recoveries in respect of outward secondments	0	0
Total Net Costs	40,557	44,253

The reduction in staff costs is explained in Note 21.1 on page 64. Staff Costs exclude £nil charged to capital projects during the year (2010 £nil).

The Trust participates in the HSC Superannuation Scheme. Under this multi-employer defined benefit scheme both the Trust and employees pay specified percentages of pay into the scheme and the liability to pay benefit falls to the DHSSPS. The Trust is unable to identify its share of the underlying assets and liabilities in the scheme on a consistent and reliable basis.

As per the requirements of IAS 19, full actuarial valuations by a professionally qualified actuary are required at intervals not exceeding four years. The actuary reviews the most recent actuarial valuation at the Statement of Financial Position date and updates it to reflect current conditions. A full valuation as at 31 March 2008 was completed in 2010-11.

3.2 Average Number of Persons Employed

The average number of whole time equivalent persons employed during the year was as follows:

	2011	2010
	Permanently	Total
	Total	Total
	No.	No.
Medical and dental	2	2
Nursing and midwifery	0	0
Professions allied to medicine	0	0
Ancillaries	0	0
Administrative & clerical	93	86
Ambulance staff	1,039	1,040
Works	3	3
Other Professional and technical	0	0
Social Services	0	0
Other	0	0
	1,137	1,131
Less average staff number relating to capitalised staff costs	0	0
Less average staff number in respect of outward secondments	0	0
Total Net Average Number of Persons Employed	1,137	1,131

There are no staff engaged on capital projects.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 3 STAFF NUMBERS AND RELATED COSTS

3.3 Senior Employees' Remuneration

The salary, pension entitlements and the value of any taxable benefits in kind of the most senior members of the Trust were as follows:

Name	2010-11			2009-10			Real increase in pension and related lump sum at age 60 £000s	Total accrued pension at age 60 and related lump sum £000s	2010-11		Real increase in CETV £000s
	Salary £000s	Bonus / Performance pay £000	Benefits in Kind (Rounded to nearest £100)	Salary £000s	Bonus / Performance pay £000	Benefits in Kind (Rounded to nearest £100)			CETV at 31/03/10 £000s	CETV at 31/03/11 £000s	
Non-Executive Members											
P Archer	20 - 25	-	-	20-25	-	-	-	-	-	-	-
M Greer (until 17 May 2009)	-	-	-	0 - 5 (5-10*)	-	-	-	-	-	-	-
M Hanratty	5 - 10	-	-	5 - 10	-	-	-	-	-	-	-
F Hughes (until 30 November 2010)	0 - 5 (5-10*)	-	-	5 - 10	-	-	-	-	-	-	-
S Mullan (until 21 July 2010)	0 - 5 (5-10*)	-	-	5 - 10	-	-	-	-	-	-	-
N McKinley (appointed 01 May 2009)	5 - 10	-	-	5 - 10 (5 - 10*)	-	-	-	-	-	-	-
S Shields (appointed 01 May 2009)	5 - 10	-	-	5 - 10 (5 - 10*)	-	-	-	-	-	-	-
A Paisley (appointed 01 December)	0 - 5 (5-10*)	-	-	-	-	-	-	-	-	-	-
S McKeever (appointed 01 December)	0 - 5 (5-10*)	-	-	-	-	-	-	-	-	-	-
Executive Members											
L McIvor	75 - 80	0 - 5	-	70 - 75	0 - 5	-	0 - 2.5 + lump sum of 0 - 2.5	20 - 25 + lump sum of 60 - 65	367	341	(26)
S McCue	60 - 65	0 - 5	-	55 - 60	0 - 5	-	0 - 2.5 + lump sum of 0 - 2.5	5 - 10 + lump sum of 20 - 25	133	137	4
R O'Hara	60 - 65	0 - 5	-	55 - 60	0 - 5	-	0 - 2.5 + lump sum of 0 - 2.5	15 - 20 + lump sum of 50 - 55	265	240	(25)
D McManus	100 - 105	-	-	95 - 100	-	-	0 - 2.5 + lump sum of 0 - 2.5	45 - 50 + lump sum of 135 - 140	893	855	(38)
B McNeill	55 - 60	0 - 5	-	55 - 60	0 - 5	-	(0 - 2.5) + lump sum of (0 - 2.5)	15 - 20 + lump sum of 55 - 60	358	333	(25)

* denotes full-year salary

Bonuses are based on performance levels attained and are made as part of the appraisal process. Bonuses relate to the performance in the year in which they become payable to the individual. The bonuses reported in 2010-11 relate to performance in 2009-10 and the comparative bonuses reported for 2009-10 relate to the performance in 2008-09.

As Non-Executive members do not receive pensionable remuneration, there will be no entries in respect of pensions for Non-Executive members.

A Cash Equivalent Transfer Value (CETV) is the actuarially assessed capital value of the pension scheme benefits accrued by a member at a particular point in time. The benefits valued are the member's accrued benefits and any contingent spouse's pension payable from the scheme. A CETV is a payment made by a pension scheme, or arrangement to secure pension benefits in another pension scheme or arrangement when the member leaves a scheme and chooses to transfer the benefits accrued in their former scheme. The pension figures shown relate to the benefits that the individual has accrued as a consequence of their total membership of the pension scheme, not just their service in a senior capacity to which the disclosure applies. The CETV figures and the other pension details, include the value of any pension benefits in another scheme or arrangement which the individual has transferred to the HPSS pension scheme. They also include any additional pension benefit accrued to the member as a result of their purchasing additional years of pension service in the scheme at their own cost.

CETVs are calculated within the guidelines prescribed by the institute and Faculty of Actuaries. The most recent valuation as at 31 March 2008 is used in the 2010/11 accounts.

The actuarial factors that are used in the CETV calculation were changed during 2010, due to changes in demographic assumptions and the move from the Retail Prices Index (RPI) to the Consumer Prices Index (CPI) as the measure used to uprate Civil Service pensions. This means that the CETV in this year's report for 31/03/10 will not be the same as the corresponding figure shown in last year's report.

Real Increase in CETV - This reflects the increase in CETV effectively funded by the employer. It takes account of the increase in accrued pension due to inflation, contributions paid by the employee (including the value of any benefits transferred from another pension scheme or arrangement) and uses common market valuation factors for the start and end of the period.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 3 STAFF NUMBERS AND RELATED COSTS

3.4 Reporting of Early Retirement and other Compensation Scheme - Exit Packages

Exit Package Cost Band	Number of Compulsory Redundancies	2011 Number of other Departures Agreed	Total Number of Exit packages by Cost Band	Number of Compulsory Redundancies	2010 Number of other Departures Agreed	Total Number of Exit packages by Cost Band
< £10,000	0	0	0	0	0	0
£10,000 - £25,000	0	0	0	0	1	1
£25,000 - £50,000	0	0	0	0	1	1
£100,000- £150,000	0	0	0	0	0	0
£150,000- £200,000	0	0	0	0	0	0
Total Number of Exit Packages by Type	0	0	0	0	2	2
	£000s	£000s	£000s	£000s	£000s	£000s
Total Resource Cost	0	0	0	0	61	61

Redundancy and other departure costs have been paid in accordance with the provisions of the HSC Pension Scheme Regulations and the Compensation for Premature Retirement Regulations, statutory provisions made under the Superannuation Act 1972. Exit costs are accounted for in full in the year in which the exit package is approved and agreed and are included as operating expenses at Note 4. Where early retirements have been agreed, the additional costs are met by the employing authority and not by the HSC pension scheme. Ill-health retirement costs are met by the pension scheme and are not included in the table.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 3 STAFF NUMBERS AND RELATED COSTS

3.5 Staff Benefits

The Northern Ireland Ambulance Service HSC Trust paid staff benefits in 2011 £nil (2010 £nil).

3.6 Trust Management Costs

	2011	Restated
	£000s	2010
		£000s
Trust Management Costs	3,766	3,745
Income:		
Revenue Resource Limit (RRL per Note 24.1)	52,978	57,832
Income (per Note 5)	1,657	1,659
Non cash RRL for movement in clinical negligence provision	(480)	(13)
Less interest receivable	0	0
	<hr/> 54,155	<hr/> 59,478
Less adjustments as detailed in HSS (THR) 2/99	(283)	(433)
	<hr/> 53,872	<hr/> 59,045
Total Income	53,872	59,045
% of Total Income	<hr/> 6.99%	<hr/> 6.34%

The above information is based on the Audit Commission's definition "M2" Trust management costs, as detailed in HSS (THR) 2/99. The adjustments detailed above are exceptional items which may distort the management costs, ie income generation from fuel recharges to other Trusts and non recurrent funding for projects undertaken.

As detailed in the departmental circular HSC (F) 08/2011 there were three changes in accounting policy during the year, which are explained in detail in Note 1.28. This has required the prior year figures to be restated to reflect the changes. These, combined with a reduced revenue resource limit decreased total income and as income is the denominator in the calculation of management costs, the headline management cost as a percentage of total income will increase. Prior to these changes, the headline management figure as a percentage of total income was 6.35% (2009/10 6.31%).

3.7 Retirements Due to Ill-health

During 2010/11 there were 5 early retirements from the Trust, agreed on the grounds of ill-health. The estimated additional pension liabilities of these ill-health retirements will be £12k. These costs are borne by the HSC Pension Scheme.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 4 OPERATING EXPENSES

4.1 Operating Expenses are as follows:-

	2011 £000s	Restated 2010 £000s
Purchase of care from non-HSC bodies	0	0
Revenue grants to voluntary organisations	0	0
Capital grants to voluntary organisations	0	0
Personal social services	0	0
Recharges from other HSC organisations	735	479
Supplies and services - clinical	803	823
Supplies and services - general	227	233
Establishment	1,164	1,358
Transport	4,747	4,455
Premises	1,463	1,661
Bad debts	0	0
Rentals under operating leases	218	218
Rentals under finance leases	0	0
Finance cost of finance leases	0	0
Interest charges	0	0
PFI and other service concession arrangements service charges	0	0
Research & development expenditure	0	0
Clinical negligence - other expenditure	0	0
BSO services	53	61
Clinical training and other training	263	277
Professional fees	31	47
Cost of exit packages not provided for	0	61
Miscellaneous expenditure	177	214
Non Cash Items		
Depreciation	3,535	3,851
Amortisation	23	14
Impairments	59	968
(Profit) on disposal of assets (excluding profit on land)	(67)	(13)
Loss on disposal of assets (including land)	0	0
Provisions provided for in year	535	441
Unwinding of discount on provisions	79	60
Auditors remuneration	22	25
Total	14,067	15,233

In addition to the notional auditors remuneration above, during the year the Trust paid £2,184 to its external auditor, the Northern Ireland Audit Office in respect of work carried out on the National Fraud Initiative. This is reflected within miscellaneous expenditure above.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 5 INCOME

5.1 Income from Activities

	2011 £000s	Restated 2010 £000s
GB/Republic of Ireland health authorities	0	0
HSC Trusts	1,290	1,367
Non-HSC:- Private patients	0	0
Non-HSC:- Other	313	233
Clients contributions	0	0
Total	1,603	1,600

5.2 Other Operating Income

	2011 £000s	Restated 2010 £000s
Other income from non-patient services	54	59
Seconded staff	0	0
Charitable and other contributions to expenditure	0	0
Profit on disposal of land	0	0
Interest receivable	0	0
Total	54	59

5.3 Transfers from Reserves for Donated Property, Plant, Equipment & Intangibles

	2011 £000s	Restated 2010 £000s
Donated asset reserve transfer for Impairment	0	0
Donated asset reserve transfer for Depreciation & amortisation	0	0
Donated asset reserve transfer for (profit)/loss on disposal	0	0
Total	0	0

TOTAL INCOME	1,657	1,659
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NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 6 PROPERTY, PLANT & EQUIPMENT

6.1 Summary Property, Plant & Equipment

	Purchased	2011 Donated	Total
	£000s	£000s	£000s
Net Book Value:			
Land	1,267	0	1,267
Buildings (excluding dwellings)	7,289	0	7,289
Assets under construction	2,776	0	2,776
Plant and machinery (equipment)	2,794	0	2,794
Transport Equipment	9,490	0	9,490
Information Technology (IT)	711	0	711
Furniture & fittings	202	0	202
	<hr/>	<hr/>	<hr/>
Total PPE - 31 March 2011	24,529	0	24,529
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

	Purchased	2010 Donated	Total
	£000s	£000s	£000s
Net Book Value:			
Land	1,385	0	1,385
Buildings (excluding dwellings)	7,155	0	7,155
Assets under construction	257	0	257
Plant and machinery (equipment)	3,422	0	3,422
Transport Equipment	10,334	0	10,334
Information Technology (IT)	436	0	436
Furniture & fittings	115	0	115
	<hr/>	<hr/>	<hr/>
Total PPE - 31 March 2010	23,104	0	23,104
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Professional revaluations of land and buildings are undertaken by Land and Property Services (LPS) at least once in every five year period and are revalued annually, between professional valuations, using indices provided by LPS. See Accounting Policy Note 1.4 for more details of valuation of Property, Plant and Equipment.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 6 PROPERTY, PLANT & EQUIPMENT

6.2 Property, Plant & Equipment - Purchased Assets - Year Ended 31 March 2011

Land £000s	Buildings (excluding dwellings) £000s	Assets under Construction £000s	Plant and Machinery (Equipment) £000s	Transport Equipment £000s	Information Technology (IT) £000s	Furniture and Fittings £000s	Total £000s
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Cost or Valuation

At 1 April 2010	1,385	7,251	257	6,434	23,076	726	125	39,254
Indexation	0	273	0	159	0	14	110	556
Additions	0	68	2,776	0	1,392	388	0	4,624
Reclassifications	0	0	(257)	0	257	0	0	0
Transfers	0	0	0	0	(848)	0	0	(848)
Revaluation	105	0	0	0	0	0	0	105
(Impairments)	(223)	0	0	0	(549)	0	0	(772)
(Disposals)	0	0	0	(276)	(2,764)	(34)	0	(3,074)
At 31 March 2011	1,267	7,592	2,776	6,317	20,564	1,094	235	39,845

Depreciation

At 1 April 2010	0	96	0	3,012	12,742	290	10	16,150
Indexation	0	4	0	74	0	0	12	90
Reclassifications	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	(848)	0	0	(848)
Revaluation	0	0	0	0	0	0	0	0
(Impairments)	0	0	0	0	(547)	0	0	(547)
(Disposals)	0	0	0	(276)	(2,752)	(36)	0	(3,064)
Provided during the year	0	203	0	713	2,479	129	11	3,535
At 31 March 2011	0	303	0	3,523	11,074	383	33	15,316

Net Book Value

At 31 March 2011	1,267	7,289	2,776	2,794	9,490	711	202	24,529
At 31 March 2010	1,385	7,155	257	3,422	10,334	436	115	23,104

Asset Financing as at 31 March 2011

Owned	1,267	7,289	2,776	2,794	9,490	711	202	24,529
Finance leased	0	0	0	0	0	0	0	0
On b/s PFI and other service concession arrangements contracts	0	0	0	0	0	0	0	0
Net Book Value	1,267	7,289	2,776	2,794	9,490	711	202	24,529

The total amount of depreciation charged in the Statement of Comprehensive Net Expenditure Account in respect of assets held under finance leases and hire purchase contracts is £nil (2010 £nil and 2009 £nil).

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 6 PROPERTY, PLANT & EQUIPMENT

6.3 Property, Plant & Equipment - Purchased Assets - Year Ended 31 March 2010

Land £000s	Buildings (excluding dwellings) £000s	Assets under Construction £000s	Plant and Machinery (Equipment) £000s	Transport Equipment £000s	Information Technology (IT) £000s	Furniture and Fittings £000s	Total £000s
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Cost or Valuation

At 1 April 2009	1,632	12,414	2,358	6,102	19,495	610	206	42,817
Indexation	0	0	0	194	1,732	0	0	1,926
Additions	0	45	257	138	2,247	268	0	2,955
Reclassifications	0	0	(2,358)	0	2,358	0	0	0
Transfers	0	(4,614)	0	0	(368)	0	(44)	(5,026)
Revaluation	211	1,751	0	0	0	0	13	1,975
(Impairments)	(458)	(2,302)	0	0	(632)	0	(50)	(3,442)
(Disposals)	0	(43)	0	0	(1,756)	(152)	0	(1,951)
At 31 March 2010	1,385	7,251	257	6,434	23,076	726	125	39,254

Depreciation

At 1 April 2009	0	4,407	0	2,262	11,828	325	58	18,880
Indexation	0	0	0	72	937	0	0	1,009
Reclassifications	0	0	0	0	0	0	0	0
Transfers	0	(4,595)	0	0	(366)	0	(63)	(5,024)
Revaluation	0	0	0	0	0	0	0	0
(Impairments)	0	0	0	0	(627)	0	0	(627)
(Disposals)	0	(43)	0	0	(1,747)	(149)	0	(1,939)
Provided during the year	0	327	0	678	2,717	114	15	3,851
At 31 March 2010	0	96	0	3,012	12,742	290	10	16,150

Net Book Value

At 31 March 2010	1,385	7,155	257	3,422	10,334	436	115	23,104
At 1 April 2009	1,632	8,007	2,358	3,840	7,667	285	148	23,937

Asset Financing as at 31 March 2010

Owned	1,385	7,155	257	3,422	10,334	436	115	23,104
Finance leased	0	0	0	0	0	0	0	0
On b/s PFI and other service concession arrangements contracts	0	0	0	0	0	0	0	0
Net Book Value	1,385	7,155	257	3,422	10,334	436	115	23,104

Asset Financing as at 31 March 2009

Owned	1,632	8,007	2,358	3,840	7,667	285	148	23,937
Finance leased	0	0	0	0	0	0	0	0
On b/s PFI and other service concession arrangements contracts	0	0	0	0	0	0	0	0
Net Book Value	1,632	8,007	2,358	3,840	7,667	285	148	23,937

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 6 PROPERTY, PLANT & EQUIPMENT

6.4 Property, Plant & Equipment - Donated Assets - Year Ended 31 March 2011

Land £000s	Buildings (excluding dwellings) £000s	Assets under Construction £000s	Plant and Machinery (Equipment) £000s	Transport Equipment £000s	Information Technology (IT) £000s	Furniture and Fittings £000s	Total £000s
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Cost or Valuation

At 1 April 2010	0	0	0	0	0	0	0
Indexation	0	0	0	0	0	0	0
Additions	0	0	0	0	0	0	0
Reclassifications	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0
Revaluation	0	0	0	0	0	0	0
(Impairments)	0	0	0	0	0	0	0
(Disposals)	0	0	0	0	0	0	0
At 31 March 2011	0	0	0	0	0	0	0

Depreciation

At 1 April 2010	0	0	0	0	0	0	0
Indexation	0	0	0	0	0	0	0
Reclassifications	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0
Revaluation	0	0	0	0	0	0	0
(Impairments)	0	0	0	0	0	0	0
(Disposals)	0	0	0	0	0	0	0
Provided during the year	0	0	0	0	0	0	0
At 31 March 2011	0	0	0	0	0	0	0

Net Book Value

At 31 March 2011	0	0	0	0	0	0	0
At 31 March 2010	0	0	0	0	0	0	0

Asset Financing as at 31 March 2011

Owned	0	0	0	0	0	0	0
Finance leased	0	0	0	0	0	0	0
On b/s PFI and other service concession arrangements contracts	0	0	0	0	0	0	0
Net Book Value	0	0	0	0	0	0	0

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 6 PROPERTY, PLANT & EQUIPMENT

6.5 Property, Plant & Equipment - Donated Assets - Year Ended 31 March 2010

Land £000s	Buildings (excluding dwellings) £000s	Assets under Construction £000s	Plant and Machinery (Equipment) £000s	Transport Equipment £000s	Information Technology (IT) £000s	Furniture and Fittings £000s	Total £000s
---------------	--	---------------------------------------	--	---------------------------------	--	------------------------------------	----------------

Cost or Valuation

At 1 April 2009	0	0	0	0	0	0	0
Indexation	0	0	0	0	0	0	0
Additions	0	0	0	0	0	0	0
Reclassifications	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0
Revaluation	0	0	0	0	0	0	0
(Impairments)	0	0	0	0	0	0	0
(Disposals)	0	0	0	0	0	0	0
At 31 March 2010	0	0	0	0	0	0	0

Depreciation

At 1 April 2009	0	0	0	0	0	0	0
Indexation	0	0	0	0	0	0	0
Reclassifications	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0
Revaluation	0	0	0	0	0	0	0
(Impairments)	0	0	0	0	0	0	0
(Disposals)	0	0	0	0	0	0	0
Provided during the year	0	0	0	0	0	0	0
At 31 March 2010	0	0	0	0	0	0	0

Net Book Value

At 31 March 2010	0	0	0	0	0	0	0
At 1 April 2009	0	0	0	0	0	0	0

Asset Financing as at 31 March 2010

Owned	0	0	0	0	0	0	0
Finance leased	0	0	0	0	0	0	0
On b/s PFI and other service concession arrangements contracts	0	0	0	0	0	0	0
Net Book Value	0	0	0	0	0	0	0

Asset Financing as at 31 March 2009

Owned	0	0	0	0	0	0	0
Finance leased	0	0	0	0	0	0	0
On b/s PFI and other service concession arrangements contracts	0	0	0	0	0	0	0
Net Book Value	0	0	0	0	0	0	0

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 7 INTANGIBLE ASSETS

7.1 Summary Intangible Assets

	Purchased	2011 Donated	Total
	£000s	£000s	£000s
Net Book Value:			
Software	30	0	30
Software licenses	36	0	36
Assets under construction	0	0	0
	<hr/>	<hr/>	<hr/>
Total Intangible Assets - 31 March 2011	66	0	66

	Purchased	2010 Donated	Total
	£000s	£000s	£000s
Net Book Value:			
Software	0	0	0
Software licenses	59	0	59
Assets under construction	30	0	30
	<hr/>	<hr/>	<hr/>
Total Intangible Assets - 31 March 2010	89	0	89

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 7 INTANGIBLE ASSETS

7.2 Intangible Assets (Purchased) - Year Ended 31 March 2011

Cost or Valuation	Software licenses £000s	Software £000s	Assets under construction £000s	Total £000s
At 1 April 2010	85	0	30	115
Indexation	0	0	0	0
Additions	0	0	0	0
Reclassifications	0	30	(30)	0
Transfers	0	0	0	0
Revaluation	0	0	0	0
(Impairments)	0	0	0	0
(Disposals)	0	0	0	0
At 31 March 2011	85	30	0	115
Amortisation				
At 1 April 2010	26	0	0	26
Indexation	0	0	0	0
Reclassifications	0	0	0	0
Transfers	0	0	0	0
Revaluation	0	0	0	0
(Impairments)	0	0	0	0
(Disposals)	0	0	0	0
Provided during the year	23	0	0	23
At 31 March 2011	49	0	0	49
Net Book Value				
At 31 March 2011	36	30	0	66
At 31 March 2010	59	0	30	89
Asset Financing as at 31 March 2011				
Owned	36	0	30	66
Finance Leased	0	0	0	0
On b/s PFI and other service concession arrangements contracts	0	0	0	0
Net Book Value	36	0	30	66

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 7 INTANGIBLE ASSETS

7.3 Intangible Assets (Purchased) - Year Ended 31 March 2010

Cost or Valuation	Software licenses £000s	Software £000s	Assets under construction £000s	Total £000s
At 1 April 2009	69	0	30	99
Indexation	0	0	0	0
Additions	16	0	0	16
Reclassifications	0	0	0	0
Transfers	0	0	0	0
Revaluation	0	0	0	0
(Impairments)	0	0	0	0
(Disposals)	0	0	0	0
At 31 March 2010	85	0	30	115
Amortisation				
At 1 April 2009	12	0	0	12
Indexation	0	0	0	0
Reclassifications	0	0	0	0
Transfers	0	0	0	0
Revaluation	0	0	0	0
(Impairments)	0	0	0	0
(Disposals)	0	0	0	0
Provided during the year	14	0	0	14
At 31 March 2010	26	0	0	26
Net Book Value				
At 31 March 2010	59	0	30	89
At 1 April 2009	57	0	30	87
Asset Financing as at 31 March 2010				
Owned	59	0	30	89
Finance Leased	0	0	0	0
On b/s PFI and other service concession arrangements contracts	0	0	0	0
Net Book Value	59	0	30	89
Asset Financing as at 31 March 2009				
Owned	57	0	30	87
Finance Leased	0	0	0	0
On b/s PFI and other service concession arrangements contracts	0	0	0	0
Net Book Value	57	0	30	87

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 7 INTANGIBLE ASSETS

7.4 Intangible Assets (Donated) - Year Ended 31 March 2011

Cost or Valuation	Software licenses £000s	Software £000s	Assets under construction £000s	Total £000s
At 1 April 2010	0	0	0	0
Indexation	0	0	0	0
Additions	0	0	0	0
Reclassifications	0	0	0	0
Transfers	0	0	0	0
Revaluation	0	0	0	0
(Impairments)	0	0	0	0
(Disposals)	0	0	0	0
At 31 March 2011	0	0	0	0
Amortisation				
At 1 April 2010	0	0	0	0
Indexation	0	0	0	0
Reclassifications	0	0	0	0
Transfers	0	0	0	0
Revaluation	0	0	0	0
(Impairments)	0	0	0	0
(Disposals)	0	0	0	0
Provided during the year	0	0	0	0
At 31 March 2011	0	0	0	0
Net Book Value				
At 31 March 2011	0	0	0	0
At 31 March 2010	0	0	0	0
Asset Financing as at 31 March 2011				
Owned	0	0	0	0
Finance Leased	0	0	0	0
On b/s PFI and other service concession arrangements contracts	0	0	0	0
Net Book Value	0	0	0	0

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 7 INTANGIBLE ASSETS

7.5 Intangible Assets (Donated) - Year ended 31 March 2010

Cost or Valuation	Software licenses £000s	Software £000s	Assets under construction £000s	Total £000s
At 1 April 2009	0	0	0	0
Indexation	0	0	0	0
Additions	0	0	0	0
Reclassifications	0	0	0	0
Transfers	0	0	0	0
Revaluation	0	0	0	0
(Impairments)	0	0	0	0
(Disposals)	0	0	0	0
At 31 March 2010	0	0	0	0
Amortisation				
At 1 April 2009	0	0	0	0
Indexation	0	0	0	0
Reclassifications	0	0	0	0
Transfers	0	0	0	0
Revaluation	0	0	0	0
(Impairments)	0	0	0	0
(Disposals)	0	0	0	0
Provided during the year	0	0	0	0
At 31 March 2010	0	0	0	0
Net Book Value				
At 1 April 2009	0	0	0	0
At 31 March 2010	0	0	0	0
Asset Financing as at 31 March 2011				
Owned	0	0	0	0
Finance Leased	0	0	0	0
On b/s PFI and other service concession arrangements contracts	0	0	0	0
Net Book Value	0	0	0	0
Asset Financing as at 31 March 2011				
Owned	0	0	0	0
Finance Leased	0	0	0	0
On b/s PFI and other service concession arrangements contracts	0	0	0	0
Net Book Value	0	0	0	0

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 8 FINANCIAL INSTRUMENTS

8.1 Financial Instruments

As the cash requirements of the Northern Ireland Ambulance Service HSC Trust are met through Grant-in-Aid provided by the Department of Health, Social Services and Public Safety, financial instruments play a more limited role in creating and managing risk than would apply to a non-public sector body. The majority of the Trusts financial instruments relate to contracts to buy non-financial items in line with the Trusts expected purchase and usage requirements and the Trust is therefore exposed to little credit, liquidity or market risk.

8.2 Financial Guarantees, Indemnities and Letters of Comfort

The Trust has not entered into any of the following: quantifiable guarantees, indemnities or provided letters of comfort. None of these are a contingent liability under the meaning of IAS37, since the likelihood of a transfer of economic benefit in settlement is too remote. They therefore fail to be measured following the requirements of IAS39. Managing public money requires that the full potential costs of such contracts be reported.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 9 ASSETS CLASSIFIED AS HELD FOR SALE

9.1 Assets Classified as Held for Sale

	Transport		Restated
	2011 £000s	2010 £000s	2009 £000s
Cost			
At 1 April	368	0	0
Transfers from PPE (Note 6.2)	848	368	0
Disposals	(368)	0	0
	<hr/>	<hr/>	<hr/>
At 31 March	848	368	0
Depreciation			
At 1 April	366	0	0
Transfers from PPE (Note 6.2)	848	366	0
Disposals	(366)	0	0
	<hr/>	<hr/>	<hr/>
At 31 March	848	366	0
Net book value at 31 March	<hr/> 0 <hr/>	<hr/> 2 <hr/>	<hr/> 0 <hr/>

Non current assets held for sale comprise non current assets that are held for resale rather than for continuing use within the business.

At 31 March 2011 non current assets held for resale comprise A&E Ambulances and other support vehicles.

Due to the specification of ambulance vehicles, their age and high mileage, the resale market is uncertain and most vehicles are sold through auction houses or a contract with the Ministry of Defence.

During the year ended 31 March 2011, vehicles with a fair value (less costs to sell) of £11,919 (2010: £13,521 and 2009: £73,630) and general equipment with a fair value (less costs to sell) of £nil (2010: £nil and 2009: £nil) and IT equipment with a fair value (less costs to sell) of £nil (2010: £3,055 and 2009: £nil) were sold.

The assets are valued at the lower of their carrying value (representing net book value) and fair value (less costs to sell).

There is a net decrease to net expenditure of £nil for the year ended 31 March 2011.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 10 IMPAIRMENTS

10.1 Impairments

	2011				Totals £000s
	Property, Plant & Equipment		Intangibles		
	£000s Purchased	£000s Donated	£000s Purchased	£000s Donated	
Total value of impairments for the period	225	0	0	0	225
Impairments taken through revaluation / donation reserve	166	0	0	0	166
Impairments charged to Statement of Comprehensive Net Expenditure within Net Expenditure	59	0	0	0	59

	2010				Totals £000s
	Property, Plant & Equipment		Intangibles		
	£000s Purchased	£000s Donated	£000s Purchased	£000s Donated	
Total value of impairments for the period	2,815	0	0	0	2,815
Impairments taken through revaluation / donation reserve	1,847	0	0	0	1,847
Impairments charged to Statement of Comprehensive Net Expenditure within Net Expenditure	968	0	0	0	968

	2009				Totals £000s
	Property, Plant & Equipment		Intangibles		
	£000s Purchased	£000s Donated	£000s Purchased	£000s Donated	
Total value of impairments for the period	44	0	0	0	44
Impairments taken through revaluation / donation reserve	0	0	0	0	0
Impairments charged to Statement of Comprehensive Net Expenditure within Net Expenditure	44	0	0	0	44

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 11 INVENTORIES

11.1 Inventories

	2011 £000s	2010 £000s	Restated 2009 £000s
Pharmacy supplies	0	0	0
Theatre equipment	0	0	0
Building & engineering supplies	0	0	0
Fuel	11	16	9
Community care appliances	0	0	0
Laboratory materials	0	0	0
Stationery	6	7	10
Laundry	0	0	0
X-Ray	0	0	0
Stock held for resale	0	0	0
Orthopaedic equipment	0	0	0
Heat, light and power	0	0	0
Medical & surgical equipment	22	26	45
Other	9	5	6
Total	48	54	70

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 12 TRADE RECEIVABLES AND OTHER CURRENT ASSETS

12.1 Trade Receivables and Other Current Assets

	2011 £000s	Restated 2010 £000s	Restated 2009 £000s
Amounts Falling Due Within One Year			
Trade receivables	32	1,387	85
Deposits and advances	0	0	0
Other receivables	368	454	622
	400	1,841	707
Trade and Other Receivables			
Prepayments and accrued income	201	97	258
Current part of PFI and other service concession arrangements prepayment	0	0	0
	201	97	258
Other Current Assets			
Amounts Falling Due After More Than One Year			
Trade receivables	0	0	0
Deposits and advances	0	0	0
Other receivables	0	0	0
	0	0	0
Trade and Other Receivables			
Prepayments and accrued income	0	0	0
	0	0	0
Other Current Assets Falling Due After More Than One Year			
	0	0	0
TOTAL TRADE AND OTHER RECEIVABLES			
	400	1,841	707
TOTAL OTHER CURRENT ASSETS			
	201	97	258
TOTAL RECEIVABLES AND OTHER CURRENT ASSETS			
	601	1,938	965

The balances are net of a provision for bad debts of £nil (2010 £nil and 2009 £nil).

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 12 TRADE RECEIVABLES AND OTHER CURRENT ASSETS

12.2 Trade Receivables and Other Current Assets: Intra-Government Balances

	Amounts falling due within 1 year 2010/11 £000s	Restated Amounts falling due within 1 year 2009/10 £000s	Restated Amounts falling due within 1 year 2008/09 £000s	Amounts falling due after more than 1 year 2010/11 £000s	Restated Amounts falling due after more than 1 year 2009/10 £000s	Restated Amounts falling due after more than 1 year 2008/09 £000s
Balances With:						
Other central government bodies	337	1,123	599	0	0	0
Local authorities	3	5	3	0	0	0
NHS / HSC Trusts	32	666	73	0	0	0
Public corporations and trading funds	0	0	0	0	0	0
Intra - Government Balances	372	1,794	675	0	0	0
Bodies external to government	229	144	290	0	0	0
Total Receivables and Other Current Assets at 31 March	601	1,938	965	0	0	0

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 13 CASH AND CASH EQUIVALENTS

13.1 Cash and Cash Equivalents

	2011 £000s	2010 £000s	2009 £000s
Balance at 1st April	96	101	2,104
Net change in cash and cash equivalents	2	(5)	(2,003)
Balance at 31st March	98	96	101

The following balances at 31 March were held at:

	2011 £000s	2010 £000s	2009 £000s
Commercial banks and cash in hand	98	96	101
Balance at 31st March	98	96	101

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 14 TRADE PAYABLES AND OTHER CURRENT LIABILITIES

14.1 Trade Payables and Other Current Liabilities

	2011 £000s	Restated 2010 £000s	Restated 2009 £000s
Amounts Falling Due Within One Year			
Other taxation and social security	999	950	0
Bank overdraft	0	0	0
Trade capital payables	15	46	16
Trade revenue payables	1,239	1,181	383
Payroll payables	1,585	6,858	6,179
BSO payables	111	119	14
Other capital payables	4,129	1,640	5,668
Other payables	1,428	1,705	2,156
Accruals and deferred income	0	0	0
	9,506	12,499	14,416
Trade and Other Payables			
Current part of finance leases	0	0	0
Current part of long term loans	0	0	0
Current part of imputed finance lease element of on balance sheet (SoFP) PFI and other service concession arrangements contracts	0	0	0
	0	0	0
Other Current Liabilities			
	0	0	0
Total Payables Falling Due Within One Year			
	9,506	12,499	14,416
Amounts Falling Due After More Than One Year			
Other payables, accruals and deferred income	0	0	0
Trade and other payables	0	0	0
Finance leases	0	0	0
Imputed finance lease element of on balance sheet (SoFP) PFI and other service concession arrangements contracts	0	0	0
Long term loans	2,261	2,261	2,261
	2,261	2,261	2,261
Total Non Current Other Payables			
	2,261	2,261	2,261
TOTAL TRADE PAYABLES AND OTHER CURRENT LIABILITIES			
	11,767	14,760	16,677

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 14 TRADE PAYABLES AND OTHER CURRENT LIABILITIES

14.2 Trade Payables and Other Current Liabilities: Intra-Government Balances

	Amounts falling due within 1 year 2010/11 £000s	Amounts falling due within 1 year 2009/10 £000s	Restated Amounts falling due within 1 year 2008/09 £000s	Amounts falling due after more than 1 year 2010/11 £000s	Amounts falling due after more than 1 year 2009/10 £000s	Restated Amounts falling due after more than 1 year 2008/09 £000s
Balances with:						
Other central government bodies	1,672	1,757	143	2,261	2,261	2,261
Local authorities	6	3	3	0	0	0
NHS /HSC Trusts	718	587	272	0	0	0
Public corporations and trading funds	3	1	0	0	0	0
Intra-Government Balances	2,399	2,348	418	2,261	2,261	2,261
Bodies external to government	7,107	10,151	13,998	0	0	0
Total Payables and Other Liabilities at 31 March	9,506	12,499	14,416	2,261	2,261	2,261

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 14 TRADE PAYABLES AND OTHER CURRENT LIABILITIES

14.3 Loans

	Government Loans		
	2011	2010	Restated 2009
	£000s	£000s	£000s
Amounts Falling Due:			
In one year or less	0	0	0
Between one and two years	0	0	0
Between two and five years	2,261	2,261	2,261
In five years or more	0	0	0
Total	2,261	2,261	2,261
	2011	2010	2009
	£000s	£000s	£000s
Wholly repayable within five years	2,261	2,261	2,261
Wholly repayable after five years, not by instalments	0	0	0
Wholly or partially repayable after five years by instalments	0	0	0
Total	2,261	2,261	2,261
Total repayable after five years by instalments	0	0	0
Loans wholly or partially repayable after five years	0	0	0
Terms of Payment	Interest Rate		
Originating Capital Debt	8.75%		

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 15 PROMPT PAYMENT POLICY

15.1 Public Sector Payment Policy - Measure of Compliance

The Department requires that Trusts pay their non HSC trade creditors in accordance with the Better Payments Practice Code and Government Accounting Rules. The Trust's payment policy is consistent with the Better Payments Practice code and Government Accounting rules and its measure of compliance is:

	2011		Restated 2010	
	Number	Value £000s	Number	Value £000s
Total bills paid	15,137	13,128	14,360	17,707
Total bills paid within 30 day target or under agreed payment terms	14,764	12,838	13,919	17,340
% of bills paid within 30 day target or under agreed payment terms	97.5%	97.8%	96.9%	97.9%

As required by HSC (F) 04/2011 'Prompt Payment Compliance', the Trust has updated its measurement whereby prompt payment is defined as invoices paid under standard HSC conditions of contract or under other specific terms agreed with suppliers for the purchase of goods and services.

15.2 The Late Payment of Commercial Debts Regulations 2002

The amount included within Interest Payable arising from claims made by all businesses under this legislation are as follows :

	£
Total	<u><u>0</u></u>

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 16 PROVISIONS FOR LIABILITIES AND CHARGES

16.1 Provisions for Liabilities and Charges - 2011

	Pensions relating to former directors £000s	Pensions relating to other staff £000s	Clinical Negligence £000s	Other £000s	2011 £000s
Balance at 1 April 2010	0	0	50	3,105	3,155
Provided in year	0	0	471	226	697
(Provisions not required written back)	0	0	(13)	(149)	(162)
(Provisions utilised in the year)	0	0	(4)	(242)	(246)
Unwinding of discount	0	0	22	57	79
At 31 March 2011	0	0	526	2,997	3,523

Provisions have been made for 4 types of potential liability: Clinical Negligence, Employer's and Occupier's Liability, Injury Benefit and Accrued Leave. The provision for Injury Benefit relates to the future liabilities for the Trust based on information provided by the HSC Superannuation Branch. For Clinical Negligence, Employer's and Occupier's claims the Trust has estimated an appropriate level of provision based on professional legal advice. The provision for Accrued Leave will crystallise as individuals retire or leave the service at future dates and relates to a change in how annual leave was earned (from an arrears basis to current basis) with effect from April 1986.

The Trust has no provisions relating to either the Review of Public Administration or the Comprehensive Spending Review.

16.2 Comprehensive Net Expenditure Account Charges

	2011 £000s	2010 £000s
Arising during the year	697	494
Reversed unused	(162)	(53)
Unwinding of discount	79	60
Total Charge within Operating Expenses	614	501

16.3 Analysis of Expected Timing of Discounted Flows - 2011

	Pensions relating to former directors £000s	Pensions relating to other staff £000s	Clinical Negligence £000s	Other £000s	2011 £000s
Within 5 years	0	0	526	868	1,394
6 -10 years	0	0	0	635	635
Thereafter	0	0	0	1,494	1,494
At 31 March 2011	0	0	526	2,997	3,523

The provision in respect of other liabilities and charges comprises £361k for Accrued Leave, £192k for Employer's and Occupier's Liability and £2,444k for Injury Benefit.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 16 PROVISIONS FOR LIABILITIES AND CHARGES

16.4 Provisions for Liabilities and Charges - 2010

	Pensions relating to former directors £000s	Pensions relating to other staff £000s	Clinical Negligence £000s	Other £000s	2010 £000s
Balance at 1 April 2009	0	0	37	2,738	2,775
Provided in year	0	0	12	482	494
(Provisions not required written back)	0	0	(1)	(52)	(53)
(Provisions utilised in the year)	0	0	0	(121)	(121)
Unwinding of discount	0	0	2	58	60
At 31 March 2010	0	0	50	3,105	3,155

Provisions have been made for 4 types of potential liability: Clinical Negligence, Employer's and Occupier's Liability, Injury Benefit and Accrued Leave. The provision for Injury Benefit relates to the future liabilities for the Trust based on information provided by the HSC Superannuation Branch. For Clinical Negligence, Employer's and Occupier's claims the Trust has estimated an appropriate level of provision based on professional legal advice. The provision for Accrued Leave will crystallise as individuals retire or leave the service at future dates and relates to a change in how annual leave was earned (from an arrears basis to current basis) with effect from April 1986.

The Trust has no provisions relating to either the Review of Public Administration or the Comprehensive Spending Review.

16.5 Analysis of Expected Timing of Discounted Flows - 2010

	Pensions relating to former directors £000s	Pensions relating to other staff £000s	Clinical Negligence £000s	Other £000s	2010 £000s
Within 5 years	0	0	50	994	1,044
6 -10 years	0	0	0	620	620
Thereafter	0	0	0	1,491	1,491
At 31 March 2010	0	0	50	3,105	3,155

The provision in respect of other liabilities and charges comprises £378k for Accrued Leave, £382k for Employer's and Occupier's Liability and £2,345k for Injury Benefit.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 17 CAPITAL COMMITMENTS

17.1 Contracted Capital Commitments at 31 March not otherwise included in these Financial Statements

	2011 £000s	2010 £000s	2009 £000s
Property, Plant & Equipment	115	0	0
Intangible assets	0	0	0
	<u>115</u>	<u>0</u>	<u>0</u>

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 18 COMMITMENTS UNDER LEASES

18.1 Operating Leases

Total future minimum lease payments under operating leases are given in the table below for each of the following periods.

Obligations under Operating Leases comprise:	2011 £000s	2010 £000s	2009 £000s
Land & Buildings			
Not later than 1 year	215	213	215
Later than 1 year and not later than 5 years	678	778	822
Later than 5 years	190	298	487
	1,083	1,289	1,524
Other			
Not later than 1 year	1	2	2
Later than 1 year and not later than 5 years	0	1	3
Later than 5 years	0	0	0
	1	3	5

18.2 Finance Leases

The Northern Ireland Ambulance Service HSC Trust has not entered into any finance leases as at 31 March 2011.

18.3 Operating Leases - Lessor Agreements

The Northern Ireland Ambulance Service HSC Trust has not entered into any lessor agreements as at 31 March 2011.

NOTE 19 COMMITMENTS UNDER PFI AND OTHER SERVICE CONCESSION ARRANGEMENT CONTRACTS

19.1 PFI Contracts

The Northern Ireland Ambulance Service HSC Trust has not entered into any PFI contracts as at 31 March 2011.

NOTE 20 OTHER FINANCIAL COMMITMENTS

20.1 Other Financial Commitments

The Northern Ireland Ambulance Service HSC Trust has not entered into any non cancellable contracts (which are not leases or PFI and other service concession arrangements contracts) as at 31 March 2011.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 21 CONTINGENT LIABILITIES

21.1 Contingent Liabilities

Material contingent liabilities are noted in the table below, where there is a 50% or less probability that a payment will be required to settle any possible obligations. The amounts or timing of any outflow will depend on the merits of each case.

	2011 £000s	2010 £000s	2009 £000s
Clinical Negligence	14	10	6
Public liability	0	0	0
Employers' liability	0	0	1
Accrued leave	0	0	0
Injury benefit	0	126	1,235
Total	14	136	1,242

The contingent liability for injury benefit relates to employee applications to the DHSSPS outstanding as at the 31 March (none in 2011, 1 in 2010 and 3 in 2009). The estimated financial impact if approved would be an annual charge to the Statement of Comprehensive Net Expenditure (£nil in 2011, £6k in 2010 and £38k in 2009) and an increase in provisions (£nil in 2011, £126k in 2010 and £1,235k in 2009). Uncertainties relate to the DHSSPS application process, the pension figures approved and the remaining life of the applicants.

The Trust continues with the agreed process in respect of Agenda for Change in partnership with Trade Unions. However, at this stage, there remain uncertainties over the outcome of the process and the Trust cannot establish the extent to which claims that could be made, nor can it make a reliable estimate of any potential claims under employment legislation that may arise. The Trust therefore, recognises this as a contingent liability under IAS 37.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 22 RELATED PARTY TRANSACTIONS

22.1 Related Party Transactions

None of the directors of the Trust hold company directorships with companies that are likely to do business with the HSC.

During the year, none of the board members, members of the key management staff or other related parties has undertaken any material transactions with the Northern Ireland Ambulance Service HSC Trust.

The Northern Ireland Ambulance Service HSC Trust is an arms length body of the Department of Health, Social Services and Public Safety and as such the Department is a related party and the ultimate controlling parent with which the Trust has had various material transactions during the year. During the year the Northern Ireland Ambulance Service HSC Trust has had a number of material transactions with other entities for which the Department is regarded as the ultimate controlling parent. These entities include the Health and Social Care Board, the five HSC Trusts and the Business Services Organisation.

NOTE 23 THIRD PARTY ASSETS

23.1 Third Party Assets

The Trust held £nil cash at bank and in hand at 31/03/2011 which relates to monies held by the Trust on behalf of patients. The Trust does not hold any monies on behalf of patients due to the nature of the service provided.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 24 FINANCIAL PERFORMANCE TARGETS

24.1 Revenue Resource Limit

The Trust is given a Revenue Resource Limit which it is not permitted to overspend.

The Revenue Resource Limit (RRL) for the Northern Ireland Ambulance Service HSC Trust is calculated as follows:

	2011 Total £000s	Restated 2010 Total £000s
HSCB	49,038	52,607
PHA	0	0
SUMDE & NIMDTA	0	0
DHSSPS (excludes non cash)	0	0
Other government departments	0	0
Non cash RRL (from DHSSPS)	3,940	5,225
Adjustment for Grant in Aid (GiA)	0	0
	<hr/>	<hr/>
Total Revenue Resource Limit to Statement Comprehensive Net Expenditure	52,978	57,832
	<hr/> <hr/>	<hr/> <hr/>

24.2 Capital Resource Limit

The Trust is given a Capital Resource Limit (CRL) which it is not permitted to overspend.

	2011 Total £000s	2010 Total £000s
Gross capital expenditure	4,624	2,971
(Receipts from sales of fixed assets authorised to be used for capital expenditure)	(11)	0
	<hr/>	<hr/>
Net capital expenditure	4,613	2,971
Capital Resource Limit	4,613	2,971
	<hr/>	<hr/>
Overspend / (Underspend) against CRL	0	0
	<hr/> <hr/>	<hr/> <hr/>

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 24 FINANCIAL PERFORMANCE TARGETS

NOTE 24.3 Break Even Performance

The Trust is required to ensure that it breaks even on an annual basis by containing its net expenditure to within 0.25 % of RRL limits.

	2010/11 £000s	Restated 2009/10 £000s
Net Expenditure	(52,967)	(57,827)
RRL	52,978	57,832
Surplus / (Deficit) against RRL	11	5
Break Even cumulative position (opening)	588	583
Other adjustments	0	0
Break Even Cumulative Position (closing)	599	588

Materiality Test:

	2010/11 %	Restated 2009/10 %
Break Even in year position as % of RRL	0.02%	0.01%
Break Even cumulative position as % of RRL	1.13%	1.02%

The Department recognises a material surplus or deficit as 0.25% of RRL. The in year break even position is therefore not considered material for any of the last 5 years. The cumulative position at 31 March 2011 is £599k (1.13 % of total revenue), which is considered material. This amount is the cumulative effect of non material surpluses building each year since the inception of the Trust.

NORTHERN IRELAND AMBULANCE SERVICE HSC TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2011

NOTE 25 LOSSES & SPECIAL PAYMENTS

25.1 Analysis of Losses & Special Payments

TYPE OF LOSS		NO. OF CASES	VALUE £
1	Cash Losses - Theft, fraud etc	2	1,358
2	Cash Losses - Overpayments of salaries, wages and allowances	0	0
3	Cash Losses - Other causes (including unvouched and incompletely vouched payments)	0	0
4	Nugatory and fruitless payments		
	i. Abandoned capital Schemes	0	0
	ii. Late Payment of Commercial Debt	0	0
	iii. Other	6	867
5	Bad debts and claims abandoned	0	0
6	Stores and Inventory Losses - Theft, fraud, arson (whether proved or		
	i. Bedding and linen	0	0
	ii. Other equipment and property	0	0
7	Stores and Inventory Losses - Incidents of the service (result of fire, flood, etc)	0	0
8	Stores and Inventory Losses - Deterioration in store	0	0
9	Stores and Inventory Losses - Stocktaking discrepancies	0	0
10	Stores and Inventory Losses - Other causes		
	i. Bedding and linen	0	0
	ii. Other equipment and property	0	0
11	Compensation payments (legal obligation)		
	i. Clinical Negligence	2	2,250
	ii. Public Liability	0	0
	iii. Employers Liability	16	87,988
12	Ex-gratia payments - Compensation payments (including payments to patients and staff)	0	0
13	Ex-gratia payments - Other payments	2	149
14	Extra statutory payments	0	0
15	a. Losses sustained as a result of damage to buildings and fixtures arising from bomb explosions or civil commotion.	0	0
	b. Damage to vehicles	0	0
TOTAL		28	92,612

25.2 Special Payments

The Northern Ireland Ambulance Service HSC Trust did not make any special payments or gifts during the year.

NOTE 26 POST BALANCE SHEET EVENTS

26.1 Post Balance Sheet Events

There are no post balance sheet events which have a material effect on the accounts.

NOTE 27 DATE AUTHORISED FOR ISSUE

27.1 Date Authorised for Issue

The Accounting Officer authorised these financial statements for issue on 28 June 2011.