

The Pharmacy Practice Research Trust
Registered Charity No. 1076457



Medicines & People
Turning Knowledge Into Know-how

Annual Report and Financial Statements
Year ended 31st August 2010

haysmacintyre
Chartered Accountants
Registered Auditors

Chairman's Foreword

The Pharmacy Practice Research Trust has, during this year, continued to deliver against its three main objectives; namely to promote and publish the results of research into the practice of pharmacy; to promote the health of the public by educating pharmacists; and to advance and promote knowledge and skill in relation to the practice of pharmacy for the public good.

The Trustees' commitment to high quality research has continued to be fulfilled through priority calls for research, funding schemes to support professional and practice development and the publication of timely studies that will contribute to the evidence base for pharmacy practice.

This has included commissioning a portfolio of three studies into different aspects of professionalism in pharmacy. The principles of professionalism should be engendered in all current and future pharmacists – from undergraduates to registered practitioners – as significant changes in policy over recent years have brought about an increase in patient contact and higher clinical accountability.

Calls for proposals were issued for two new research areas; one to investigate the effectiveness of research education which may inform developments to the MPharm curriculum; and a second for a major study that aims to provide evidence of the economic and patient benefits of pharmacist interventions in community pharmacy.

The Longitudinal Cohort Study of Pharmacy Careers, which followed the career progress of the 2006 cohort of pharmacy graduates, continues to provide rich data with two reports from the work published during the year. This longitudinal study has significantly enhanced the understanding of the career motivations, expectations and experiences of pharmacists.

The Trustees have always recognised that, as in any field of academic endeavour, the quality of research relies heavily on a properly equipped research workforce being available. Thus, during the year the Trust has maintained its commitment to supporting the development and training of the research workforce by awarding grants and bursaries to aspiring researchers. Many grant recipients tell us that without this support it would have been really difficult to develop their research career.

Since its establishment, the Trustees have been dedicated to maintaining the quality, standard and rigour of the research commissioned by the Trust and to work in collaboration with other disciplines. High standards of governance and peer review have been established and our continued membership of the Association of Medical Research Charities, the organisation to which the major UK medical research charities belong to, is a testament to this. It is only by maintaining such high standards and integrity in governance that research can have an impact and contribute to the evidence base needed to show the improvements to health pharmacy can provide.

In the foreword to last year's Annual Report, I made reference to uncertainties that the Trust faced regarding future funding. An objective for this reporting year was to seek a medium and long-term collaborative relationship with our major funders, the Royal Pharmaceutical Society (RPS) and the Pharmaceutical Trust for Education and

Charitable Objects (PTECO). We are pleased to report that the RPS has agreed to continue to support staff time to administer the Trust. PTECO, which has traditionally funded a major proportion of our commissioned research, has decided to concentrate on developing their own research programme and thus this funding is no longer available to the Trust. We regret this, given the quality and impact of the research that the Trust has commissioned to date, but we will continue to identify opportunities to work with the PTECO Trustees, in the interests of the profession.

The Trustees recognise that many charities are now finding themselves in a changing funding environment and will be reviewing what they do and how – and what is sustainable. The Trustees remain committed to their current objectives, but these recent changes to our funding will mean that we will focus on our research capacity building schemes, with continued support from the Leverhulme Trade Charities Trust and the Galen Trust. Given that a founding principle of the Trust when it was established in 1999 was to create a research aware pharmacy profession, this is very much a continuation of those early objectives.

Whilst our priority for the future will be to invest in pharmacy practice research capacity, the Trustees will continue to seek future partnerships and collaborative opportunities as they recognise the importance of pooling knowledge, expertise and resources at a time of economic pressure.

The Trustees would like to thank all those individuals, across a wide range of disciplines and countries of the UK who support the Trust's academic panels and peer review processes, our past and current funders, the staff of the Trust for their commitment in a challenging year and all the researchers who have and continue to explore the ways in which we can improve the quality of healthcare and patient outcomes.

P.L. Marshall Davies
Chair: Pharmacy Practice Research Trust

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REFERENCE AND ADMINISTRATIVE DETAILS:

Registered Charity Name	The Pharmacy Practice Research Trust
Registered Charity No.	1076457
Principal Address:	1 Lambeth High Street, London SE1 7JN
Trustees:	Mr Peter Curphey Mr Anthony Clinch Mr Marshall Davies (Chair) Professor Brian Edwards Ms Christina Funnell Mr Ray Jobling Lord Newton of Braintree Mr Steve Churton - ex-officio Professor Clive Smee
Acting Trust Director:	Beth Allen
Research Strategy Co-ordinator:	Erika Kennington Rachel Roberts
Senior Research Administrator:	Charlotte Coates
Auditors:	haysmacintyre Fairfax House 15 Fulwood Place London WC1V 6AY
Solicitors:	Boyes Turner Abbots House, Abbey Street Reading RG1 3BD
Principal Bankers:	National Westminster Charing Cross Business Centre 2 nd Floor, Cavell House 2a Charing Cross Road London WC2H 0NN

OBJECTS

The objects of the Pharmacy Practice Research Trust (the "Trust"), as set out in its Charitable Trust Deed, is the relief of sickness generally in the United Kingdom and in particular but not so as to limit the generality of the foregoing:

- to promote research into the practice of pharmacy in the United Kingdom and to publish the useful results of such research;
- to promote the health of the public by educating pharmacists in order to improve the standard of healthcare available to the public; and
- to advance and promote knowledge and skill in relation to the practice of pharmacy for the public good.

AIMS

The Trust has set about identifying a programme of social and economic research that focuses on the use of medicines and their place in society more generally. Through its ***Medicines & People programme*** the Trust aims to:

- Provide opportunities for key stakeholders to develop a shared research agenda;
- Identify researchers with the right skills to address high priority research questions;
- Support the development of researchers with the right skills and leadership potential to take the field forward in the future; and
- Provide a forum in which the implications of the results can be considered in the widest possible policy context.

OBJECTIVES FOR THE YEAR

- Seek further funding for pharmacy practice research to build evidence base for pharmacy to meet the aspirations of the White Paper *Pharmacy In England: Building on strengths – delivering the future*
- Seek to secure medium and long-term collaborative relationship with both the RPSGB in its role as the new Professional Leadership Body, the new regulator for pharmacy (the General Pharmaceutical Council) and the Pharmaceutical Trust for Education and Charitable Objects.
- Identify alternative partners/funders to reduce high risk of reliance on a small number of substantial donors.

REVIEW OF ACTIVITIES

When appraising the outcomes of research funded by the Pharmacy Practice Research Trust, as for many other charities, it should be considered that the research process is incremental, and the road to discovery and application can be long and complex. Therefore, the impacts of the Trust's funding are likely to be seen some time after the expenditure is committed – and the direct link to health outcomes may be seen only in generations to come¹.

¹ Wellcome Trust Annual Report and Financial Statements 2005.

Nevertheless, in terms of public benefit, incremental findings underpin further research and provide the foundations for future improvements in health. Publications and events during the reporting year have immediate affect on practice and feedback from participants at events has provided good demonstrable evidence of the impact of the work of the Trust. This report highlights some of the achievements from work previously funded as well as work funded within the past year.

All trusts and foundations are in the business of bringing about some form of positive change and delivering public benefit, giving grants to support education and professional development is the means by which the Trust sets out to do this. And yet, all too often grant makers focus on the giving itself rather than the outcomes of the giving. Having given, they frequently fail to ask the key question: has our grant enabled the Trust to meet its aims and made a difference?²

Through their Medicines and People Programme the Trustees are committed to creating knowledge for public benefit that “ensures that the right person gets the right medicine at the right time in a manner that meets the needs and expectations of the individual who will take it” and to ensuring that this knowledge is used appropriately to inform and shape policy and practice relating to medicines and their use.

The Medicines and People Programme addresses 5 related themes:

Programme 1 – The health of the public and the place of medicines will help us to understand the beliefs, expectations, skills, knowledge and competencies of the people who use and take medicines – the patients and their carers as well as the healthcare professions.

Programme 2 – The right medicine for the right patient: preventing medication errors will help us to understand the basis of clinical practice and services and the regulation and governance of the system.

Programme 3 – Pharmacy: a profession fit for purpose will inform the development of the contribution which pharmacy makes to the provision of high quality patient centred care.

Programme 4 – Medicines and the health of communities will explore medicines and their place in addressing the wider health agenda relating to public health and tackling inequalities.

Programme 5 – Science, technology and medicines will highlight how well the different systems meet the changing expectations of society and accommodate the challenges of a rapidly evolving scientific and technological agenda.

Achievements in the reporting year 2009/2010:

1. The principles of professionalism should influence all current and future professionals - from undergraduate students to registered practitioners - and

² Introduction to Monitoring & Evaluation. Association of Charitable Trusts, 1998.

continue to be an influence throughout professional career pathways. In the context of pharmacy practice, the face of the profession is evolving as a result of significant changes seen in policy over the last 5 years. These changes which have brought about an increase in patient contact and higher clinical accountability mean the profession must deliver services competently, ethically and professionally. It must also reflect the general direction for a health professional workforce which supports the main reform policy direction of health promotion, disease prevention and delivering face-to-face services in more local settings. This ultimately means that, for pharmacy, increased patient contact, working as part of a multi-disciplinary team, growing clinical responsibility and increased accountability in practice are now key areas impacting on the profession.

The Trust funded two studies in the reporting year 08/09 to explore this agenda:

- I. Contextualising patient centred professionalism in pharmacy practice: consulting with patients, professionals and stakeholders – Swansea University
- II. Mapping the teaching and assessment of professionalism in pharmacy education – Manchester University

A third study was commissioned in this reporting year – *Patient-centred professionalism among newly registered pharmacists* - building on the foundations of a number of Trust funded projects, including the 5 year longitudinal study of 2006 pharmacy graduates and the two ongoing studies into professionalism in pharmacy. The aim of this study is to understand and clarify how professionalism develops in pharmacists' early career years (1-2 years) and to consider the implications of this development for the delivery of quality patient-centred care. This understanding will be crucial in informing how pharmacy professionalism translates into patient and public benefit, both now and in the future.

2. Pharmacy is a rapidly changing profession with the addition of more specialist services, technological developments and changing patient expectations and it is vital that educational preparation keeps pace with, and even anticipates, these changes in practice [ref]. Other studies have suggested that pharmacists recognise the importance of research towards advancing their profession but they do not perceive their practice role as compatible with leading research[ref]. This has highlighted a need to understand how research is taught and embedded at undergraduate levels. To this end the Trust issued a call for proposals with the aim of investigating the effectiveness of research training so that any future recommendations and alterations to the MPharm curriculum are themselves evidence based.
3. Two studies were published from the Longitudinal Cohort Study of Pharmacy Careers following the career progress of the 2006 pharmacy graduates from around Great Britain:
 - I. **Unpacking early career pharmacists' participation in, and commitment to, the pharmacy labour market**

This report explored the extent to which participation in and commitment to

the pharmacy labour market can be predicted by earlier career choices and decisions such as the decision to study pharmacy.

Key findings show that academic performance as an undergraduate is an important predictor of who subsequently enters the pharmacy profession. This raises questions about the extent to which academically less able students should be allowed to progress within an MPharm if they are also less likely to pass the registration exam and hence also be less likely to enter the profession for which they have trained.

Career commitment amongst undergraduates is an important predictor for commitment in practice was also an important finding: those involved in regulating undergraduate pharmacy education might be interested in exploring career commitment of prospective students in order to assess the extent to which they are committed to working in the profession on graduation.

The decline in commitment levels between undergraduate and early career data collection points was also noteworthy, and may reflect a process of transition from student, through preregistration training and into registered practice, that is marked by changes in work attitudes and behaviours, needs and values, in response to the socialising effects of increasing occupational experience.

II. Work, employment and the early careers of cohort pharmacists

The study is based on the analysis of a questionnaire which collected data relating to the cohort's work and employment experiences in 2008, one year after qualifying, as well as their early career choices.

A key finding of the study is that many of the early careers of pharmacists in the cohort were either 'gendered' or 'ethnised' in that they were working in jobs disproportionately done either by male or female pharmacists, or by white or minority ethnic (ME) pharmacists (or both).

This longitudinal study has significantly enhanced our understanding of the career motivations, expectations and experiences of pharmacists. This study's exploration of early years in practice is particularly pertinent to current debates about workload and workforce shortages and will continue to inform workforce planning and professional support and development.

4. *Ethics in pharmacy practice* is a report of a doctoral research study published in the reporting year which provides evidence that pharmacists currently understand ethics as being a mixture of personal opinion, peer consensus, cultural influences and institutional rules. They take a 'patchwork' approach to ethics, relying on a combination of common sense, official guidance, strict rules, professional obligations and professional autonomy.

The findings of this research provide evidence that ethical problem-solving is an important part of the 'job description' of pharmacists. While it is already clear that ethics plays a significant role in the consciousness of the professional body and the

regulator, there is evidence that ethics is also a prominent feature at the practice level.

5. It is often quoted that pharmacists are 'ideally placed' to support patients needs through medicines management, regular monitoring of conditions and advice on disease management and lifestyle. However, to move pharmacy from a position of 'ideally placed' to demonstrably delivering cost effective services focused on patient outcomes requires an investment in building the evidence base. To this end the Trust issued a call for proposals that specifically address the aspirations of the Pharmacy White Paper¹ in providing evidence in terms of patient outcomes and economic value of pharmacist intervention.
6. *Medicines for early dementia - reaching the unmeasured outcomes* was the title of one of 18 projects selected by the All Party Parliamentary Group for Medical Research to be presented at their Summer Reception. The poster summarised a study funded by the Trust which explored patient and carer perspectives over time of the use of medicines for dementia and their impact on coping with day-to-day life.

Capacity Building

In order for pharmacy to become an established voice in patient care and to be recognised as a key and essential element in the delivery of clinical services, a sound evidence base that demonstrates how pharmacy delivers effective, high quality and value for money services is needed. Indeed, the UK strategies for pharmacy all indicate that research underpinning both clinical and commissioning decisions needs to be strengthened and this represents a capacity building requirement within the system as a whole.

The Trustees recognise that, as in any field of academic endeavour, the quality of the research produced relies heavily upon the availability of a properly equipped research workforce. The Trustees are therefore committed to supporting the development and training of the research workforce. The Trust has a specific programme of research grants and bursaries, funded with grants from the Leverhulme Trade Charities Trust and the Galen Trust.

In the reporting year the Trust made research grants (personal awards) and training bursaries, committing more than £130,000 to ten pharmacists to develop capacity within the profession:

Research Training Bursaries:

Penny Buckingham, Locum Pharmacist, Guernsey
Postgraduate Diploma in Health Research

Elizabeth Bond, Partnership Pharmacists, Conwy, Denbighshire and Flintshire Local Health Board
Masters in Leading. Managing and Partnership Working

Daniel Graham, Pharmacy Manager, Derbyshire
MSc Conversion Clinical Pharmacy (Community)

Roselyn Kankondo, Pharmacy Manager and Teacher/Practitioner, Manchester
MSc Conversion Clinical Pharmacy (Community)

Sharuna Reddy, Organisational Lead for Research & Development, NHS Blackburn and
Darwen
Masters in Public Health

Olufunmilayo Oduniyi, Clinical Lecturer in Pharmacy Practice and Community Pharmacy
Locum, Kent
Masters in Public Health

Research Awards:

Rod Tucker, Community Pharmacist, East Yorkshire
*An investigation into the range of skin problems encountered in community pharmacy
and the extent of pharmacist engagement with patients having a skin disease.*

William Horsley, Pharmacist, NHS North of Tyne
An evaluation of an integrated care pathway for Inflammatory Bowel Disease

Samir Vohra, Clinical Lecturer in Pharmacy Practice, University of Central Lancashire
Research Training Grant

Stuart Gill-Banham, Applied Therapeutics, Medway School of Pharmacy
Research Training Grant

Since the launch of the one-to-one research e-mentoring scheme for pharmacists, 18
mentors and 9 mentees have signed up to the scheme.

GRANT MAKING POLICY

The Trust supports high quality research across pharmacy practice and the wider health
services research. Both grant making & commissioning is done through a national
competitive process and supported by external expert peer review. The Trust remains a
member of the Association of Medical Research Charities, giving the research
governance processes a recognised “quality mark”.

PARTNERSHIPS

The Trustees are committed to working with other stakeholders in order to turn the
knowledge into know-how which improves policy, practice and services and supports the
process of innovation in healthcare. The Trust is always looking to work closely with
potential sponsors to identify and develop workable projects and to engender ownership
of the results. The Trustees aim to involve all stakeholders and sponsors in events to
discuss emerging and final results from the projects funded by the Trust.

ACHIEVEMENTS AND PERFORMANCE

A number of achievements are outlined under the review of activities. In addition, the objectives for the year were to:

- Seek further funding for pharmacy practice research to build evidence base for pharmacy to meet the aspirations of the White Paper *Pharmacy In England: Building on strengths – delivering the future*
- Seek to secure medium and long-term collaborative relationship with both the RPSGB in its role as the new Professional Leadership Body, the new regulator for pharmacy (the General Pharmaceutical Council) and the Pharmaceutical Trust for Education and Charitable Objects.
- Identify alternative partners/funders to reduce high risk of reliance on a small number of substantial donors.

The following activity was undertaken in relation to the above activities:

- Memorandum of Understanding agreed between RPS and PPRT in which the RPS gifts staffing of 1.5FTE (plus overheads) annually to the Trust and agrees to solicit donations on behalf of the Trust through the membership renewal process.
- Stakeholder engagement letters were sent to some xx organisations, stakeholder engagement activity remains ongoing.
- Meetings held with:
 - General Pharmaceutical Council
 - Council for Healthcare Regulatory Excellence
 - Boots the Chemists
 - The Psoriasis Society
 - Royal Pharmaceutical Society
 - The Pharmaceutical Trust for Education and Charitable Objects
 - The Department of Health
- Presentations made to the Council of the RPSGB and to the new Assembly of the RPS.
- Renewal of funding for the Sir Hugh Linstead Fellowship (2010-2012) and Research Training Bursaries (2011-2013) for 3 years with an increase of 10% to cover administration costs.
- Submission of collaborative research proposal (with Arthritis Care) for match funding from Arthritis Research UK – awaiting outcome.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Trust is a charitable trust established in 1999 by the Royal Pharmaceutical Society of Great Britain (RPSGB) to enable the RPSGB to benefit from the governance arrangements set up by the Trust and to ensure that the research funded is, and is seen to be, independent. The Trust is registered under the Charities Act 1993 (registration number 1076457).

The Trust is an independent research charity whose registered office is 1 Lambeth High Street, London SE1 7JN. The Trust is governed by its Charitable Trust Deed of 20th October 1998 and a supplemental Deed of Amendment of 17th March 2005.

The Trustees of the Pharmacy Practice Research Trust are distinguished in the fields of pharmacy, medicine, health services, patient and public involvement, research, business, law, economics and policy. The Trust considers each of the Trustees to be independent in character and judgement and that there are no relationships or circumstances which are likely to affect, or could appear to affect, the Trustees' judgement.

Trusteeship is discussed at the first Trustees' meeting each year. Trustees are invited to consider whether they are still able to make a valuable contribution to the Trust or whether they ought, in all the circumstances, to give way to new Trustees. A Trustee cannot resign unless there will be at least two Trustees left after the resignation. The Trust considers this more appropriate than a formal term of office.

Trustees are appointed by the RPSGB³, as Settlor, and in selecting persons to be appointed as Trustees, the Settlor takes into account the benefits of appointing a person who is able, by virtue of his or her personal or professional qualifications, to make a contribution to the pursuit of the Objects or the management of the Trust.

The Board of Trustees sets strategy, decides priorities, establishes funding policies and allocates budgets. The Board of Trustees draws on the advice and help of a number of experts in relation to grant making and project management/oversight.

The Trust undertakes a comprehensive induction programme for all new Trustees, which includes induction materials relating to the Trust's charitable purposes and finances, the powers of the Trustees and information about day-to-day running of the Trust. Key documents are provided, such as the Trust Deed, Deed of Amendment, The Essential Trustee⁴, three years of audited accounts and minutes of the most recent Trust Board meetings. Generic training is offered in areas such as Charity Trusteeship, Governance and Compliance, Financial Accounting and Intellectual Property. Informal training is offered through opportunities to attend pharmacy practice and health services conferences and seminars. Trustees also receive relevant training through their roles on external boards and committees on which they sit.

³ During the reporting year the Royal Pharmaceutical Society of Great Britain (RPSGB) was the professional and regulatory body for pharmacists in England, Scotland and Wales. The primary objectives of the RPSGB were to lead, regulate, develop and represent the profession of pharmacy.

⁴ Charity Commission publication available at: <http://www.charity-commission.gov.uk/publications/cc3.asp>

Declarations of Trustee's Conflicts of Interest:

- | | | |
|------------------|---|--|
| Mr Steve Churton | - | President, RPSGB |
| | - | Trustee, Pharmaceutical Trust for Educational and Charitable Objects |
| Ms Tina Funnell | - | GPhC Council Member (From October 2009) |
| Mr Ray Jobling | - | Council Member, RPSGB (Until October 2009) |
| | - | GPhC Council Member (From October 2009) |

STATEMENT OF TRUSTEE'S RESPONSIBILITIES

The Trustees of the Charity are required to prepare for each financial year accounts which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that year. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that this basis applies.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with statutory requirements and with the Trust Deed dated 20 October 1998. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PUBLIC BENEFIT

The Trustees confirm that they have complied with the duty in section 4 of the Charities Act 2006 to have due regard to the public benefit guidance published by the Charity Commission in determining the activities undertaken by the charity.

RISK ASSESSMENT

The Trustees are satisfied that the major risks to which the Trust is exposed, as identified by the Trustees, have been reviewed and that systems have been established to mitigate those risks. These will be reviewed on an annual basis.

PLANS FOR THE FUTURE

To focus efforts on research capacity building in the pharmacy profession through personal research awards and research training bursaries

The Trust has a specific programme of research grants and bursaries, funded with grants from the Leverhulme Trade Charities Trust and the Galen Trust. The Trust will seek to increase interest and uptake in these awards, driving competition and, subsequently, quality of applications, outputs and outcomes.

To communicate our research capacity building focus to our stakeholders

The Trustees recognise the importance of ensuring that our stakeholders understand that the focus on capacity building will still enable the continuation of a well-respected

charity that impacts on pharmacy practice. A programme will be developed and implemented to ensure that key messages about the future aims of the Trust are communicated to its key stakeholders in academia, professional organisations and policy making. A range of communication tools will be used including the Annual Report, the Trust's Research Bulletin and the professional media.

To continue to explore opportunities to work in partnership on shared research priorities

As has been recognised in previous years, the reliance on a small number of substantial donors for resources represents a high risk for the charity. With the recent withdrawal of funds from the Pharmaceutical Trust for Education and Charitable Objects, this risk remains high. Therefore, the Trust will continue to seek to develop a wider funding base through stakeholder engagement, partnership working and direct funding applications where appropriate.

To evaluate and reduce the current cost relating to research administration and Trust governance

Charitable expenditure, and the balance between research versus governance and administration expenditure, is regularly reviewed by the Trust. The Trustees recognise that their resources are finite and that it is imperative that a review of expenditure is undertaken to ensure that funds currently held will meet the needs of the charity for a minimum of three years.

FINANCIAL REVIEW

The Trustees administered the following grants in 2009/10:

From the Pharmaceutical Trust for Educational and Charitable Objectives:

- A restricted programme grant of £750K over 3 years (2007-2009) towards the cost of commissioning research under the Medicines and People programme of which £250,000 was received as income in the previous reporting year.
- An unrestricted grant of £213.9K over 3 years (2007-2009) to run the Trust, including publication and dissemination costs of which £71,300 was received in the previous reporting year.

From the Leverhulme Trade Charities Trust:

- A restricted project grant of £135K over three years to fund the Sir Hugh Linstead Fellowship (2007-2009) of which £73,097 was received as income in the reporting year.
- A restricted grant of £90K over three years (2008-2010) to fund the Research Training Bursary Scheme in pharmacy (community and PCO) of which £45,000 was received as income in the reporting year.

From the Galen Trust:

- A restricted grant of £50,000 towards funding responsive research through the "Galen Award" scheme for a period of 3 years (2008 – 2010) received as income in the reporting year 07/08.

In addition, the RPSGB provides the following support for the Trust which appears in the annual accounts of the Trust as a "Gift in Kind":

- Staff time to support the Trustees in their work; and
- Office accommodation (and associated overhead costs).

Charitable Outgoing Resources

Total charitable expenditure for the year was £290,199 (08/09: £392,455), a decrease of £102,256.

Research Expenditure

In the reporting year 09/10, a total of £40,125 was spent on commissioned research.

Capacity Building

Total capacity building expenditure for the year was £132,427 (08/09: £70,074), an increase of £62,353.

Coordination & Governance

Coordination & Governance covers all charitable activities excluding research funding, grant making & capacity building. In the reporting year 09/10 a total of £34,658 (08/09: £52,538) was spent on Coordination & Governance activities.

Support

Total income for the year was £211,834 (08/09: £577,627), a decrease of £365,793

Reserves policy

Reserves at the year end stood at a level which is sufficient to sustain the Trust's current level of activities.

Approved by the Trustees on 28th June 2011 and signed on their behalf by:

Marshall Davies
Chair, Pharmacy Practice Research Trust

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE PHARMACY PRACTICE RESEARCH TRUST

We have audited the financial statements of The Pharmacy Practice Research Trust for the year ended 31 August 2010 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's members, as a body, in accordance with Section 43 of the Charities Act 1993 and regulations made under section 44 of that Act. Our audit work has been undertaken so that we might state to the Charity's Trustees those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Trustees' Responsibilities Statement set out on page 4, the trustees are responsible for the preparation of financial statements which give a true and fair view.

We have been appointed as auditor under section 43 of the Charities Act 1993 and report in accordance with regulations made under section 44 of that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's 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 charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 1993 requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 August 2010, and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 1993.

haysmacintyre
Registered Auditors

29 June 2011

Fairfax House
15 Fulwood Place
London
WC1V 6AY

THE PHARMACY PRACTICE RESEARCH TRUST

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR TO 31 AUGUST 2010

	Notes	Unrestricted funds	Restricted funds	Total 2010	Total 2009
		£	£	£	£
INCOMING RESOURCES					
<i>Voluntary income</i>					
Collections , Legacies & Donations	1	82,989	-	82,989	134,022
Grants		-	-	-	71,300
<i>Incoming resources from charitable activities :</i>					
Grants for training and research		-	119,062	119,062	343,000
Other Income		9,783	-	9,783	29,305
Total Incoming resources		<u>92,772</u>	<u>119,062</u>	<u>211,834</u>	<u>577,627</u>
RESOURCES EXPENDED					
<i>Charitable activities</i>					
Grants for training and research		12,286	132,427	144,713	100,159
Research costs		78,310	40,125	118,435	264,239
Governance Costs		27,051	-	27,051	28,057
Total Resources Expended	2	<u>117,647</u>	<u>172,552</u>	<u>290,199</u>	<u>392,455</u>
Net incoming resources and net movement on funds	3	(24,875)	(53,490)	(78,365)	185,172
Funds Brought Forward		260,566	605,394	865,960	680,788
Funds Carried Forward		<u>235,691</u>	<u>551,904</u>	<u>787,595</u>	<u>865,960</u>

All operations are continuing.

The notes on pages 17 to 21 form part of these financial statements.

THE PHARMACY PRACTICE RESEARCH TRUST

BALANCE SHEET

AS AT 31 AUGUST 2010

		2010		2009	
	Note	£	£	£	£
CURRENT ASSETS					
Debtors	4	-	-	-	-
Cash at Bank and in hand		794,924		873,371	
		<u>794,924</u>		<u>873,371</u>	
CREDITORS: Amounts falling due within one year	5	<u>(7,329)</u>		<u>(7,411)</u>	
NET CURRENT ASSETS			<u>787,595</u>		<u>865,960</u>
NET ASSETS	8		<u>787,595</u>		<u>865,960</u>
FUNDS					
Unrestricted	6		235,691		260,566
Restricted	7		551,904		605,394
			<u>787,595</u>		<u>865,960</u>

The notes on pages 17 to 21 form part of these financial statements.

The financial statements were approved by the Trustees on 28th June 2011 and were signed below on its behalf by:

P. L. Marshall Davies
Trustee

THE PHARMACY PRACTICE RESEARCH TRUST

ACCOUNTING POLICIES

FOR THE YEAR ENDED 31 AUGUST 2010

The financial statements have been prepared under the historical cost convention. In preparing the financial statements the charity follows best practice as laid down in the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2005) issued in March 2005.

Incoming resources

Collections, Legacies and Donations

These are recognised when receivable or when the Trust becomes legally entitled to them. Costs borne by the Royal Pharmaceutical Society on behalf of the Trust are reflected as income, classified as donations and as expenditure in the appropriate categories.

Grants have been accounted for when receivable by the charity.

Resources Expended

Grants payable to further charitable objectives are outflows of resources in respect of grants for training and research.

Research costs relate to the charity's costs associated with pharmaceutical research plus an allocation of support costs.

Governance costs are costs associated with constitutional and statutory requirements, e.g. the cost of trustee meetings and preparing statutory accounts, and costs incurred in the efficient running of the Trust, e.g. office costs.

Funds

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable objects.

Restricted funds comprise those funds which the trustees must use for training bursaries and research to further charitable objectives.

THE PHARMACY PRACTICE RESEARCH TRUST

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2010

1. COLLECTIONS, LEGACIES AND DONATIONS

	Unrestricted Funds £	Restricted Funds £	Total 2010 £	Total 2009 £
Gift in kind from R.P.S.G.B	82,989	-	82,989	134,022
	<u>82,989</u>	<u>-</u>	<u>82,989</u>	<u>134,022</u>
	<u><u>82,989</u></u>	<u><u>-</u></u>	<u><u>82,989</u></u>	<u><u>134,022</u></u>

The Gift in Kind is a contribution from the RPSGB to the Trust for staff costs and a 40% overhead of these costs to cover infrastructure (IT & Technical support, financial services, catering services, office cleaning, human resources, maintenance and library services). 75% of the salary contribution is allocated to research.

2. RESOURCES EXPENDED	Staff Costs £	Other Costs £	Total 2010 £	Total 2009 £
<i>Charitable Activities</i>				
Training and research grants	4,446	140,267	144,713	100,159
Research costs	51,868	66,567	118,435	264,239
Governance costs	2,964	24,087	27,051	28,057
	<u>59,278</u>	<u>230,921</u>	<u>290,199</u>	<u>392,455</u>
	<u><u>59,278</u></u>	<u><u>230,921</u></u>	<u><u>290,199</u></u>	<u><u>392,455</u></u>
2a. RESOURCES EXPENDED	Direct costs £	Support costs £	Total 2010 £	Total 2009 £
<i>Charitable Activities</i>				
Training and research grants	132,427	12,286	144,713	100,159
Research costs	97,976	20,459	118,435	264,239
Governance costs	18,928	8,123	27,051	28,057
	<u>249,331</u>	<u>40,868</u>	<u>290,199</u>	<u>392,455</u>
	<u><u>249,331</u></u>	<u><u>40,868</u></u>	<u><u>290,199</u></u>	<u><u>392,455</u></u>

THE PHARMACY PRACTICE RESEARCH TRUST

NOTES TO THE ACCOUNTS (continued)

FOR THE YEAR ENDED 31 AUGUST 2010

2b. SUPPORT COSTS	Total 2010 £	Total 2009 £
Conference/Events	251	24,721
Salary Costs (see note 1)	14,819	23,932
Overheads (see note 1)	23,711	38,293
Stationery	326	574
Refreshments	251	656
Training	85	648
Promotion	1,425	3,286
	<u>40,868</u>	<u>92,110</u>
2b. STAFF COSTS		
The staff costs are analysed as follows:		
Wages and salaries	51,639	81,803
Social Security	5,513	8,568
Pension Costs	2,126	5,358
	<u>59,278</u>	<u>95,729</u>
	No	No
No employee earned more than £50,000 per annum from the Trust.		
Number of employees	<u>4 (1.5 FTE)</u>	<u>5 (2.8 FTE)</u>
The Trust do not employ any staff directly. The charge above reflects the breakdown of staff costs from RPSGB.		
3. NET MOVEMENT OF FUNDS	2010 £	2009 £
The net movement of funds is stated after charging:		
Auditors remuneration – audit fee	<u>3,500</u>	<u>5,000</u>

THE PHARMACY PRACTICE RESEARCH TRUST

NOTES TO THE ACCOUNTS (continued)

FOR THE YEAR ENDED 31 AUGUST 2010

4. DEBTORS					2010	2009
					£	£
Accrued income:						
Amounts due from PTECO					-	-
					<u> </u>	<u> </u>
5. CREDITORS					2010	2009
					£	£
Accruals					7,329	7,411
					<u> </u>	<u> </u>
					<u>7,329</u>	<u>7,411</u>
					<u> </u>	<u> </u>
6. UNRESTRICTED FUNDS	Balance at 1 September 2009	Incoming Resources	Resources Expended	Transfers		Balance at 31 August 2010
	£	£	£	£		£
General	260,566	92,772	(117,647)	-		235,691
	<u> </u>	<u> </u>	<u> </u>	<u> </u>		<u> </u>
7. RESTRICTED FUNDS	Balance at 1 September 2009	Incoming Resources	Resources Expended	Transfers		Balance at 31 August 2010
	£	£	£	£		£
LTCT	32,438	45,000	(58,538)	-		18,900
Galen	17,717	965	(1,656)	-		17,026
Linstead	70,435	73,097	(72,233)	-		71,299
Donations for research	484,804	-	(40,125)	-		444,679
	<u> </u>	<u> </u>	<u> </u>	<u> </u>		<u> </u>
	605,394	119,062	(172,552)	-		551,904
	<u> </u>	<u> </u>	<u> </u>	<u> </u>		<u> </u>

Research Training Bursaries (LTCT)

Bursaries made annually to develop individual pharmacists' skills and careers in research.

Galen (Trust)

Awards are made annually by the trust to individual pharmacy researchers. This is funded by the Galen Trust.

THE PHARMACY PRACTICE RESEARCH TRUST

NOTES TO THE ACCOUNTS (continued)

FOR THE YEAR ENDED 31 AUGUST 2010

7. RESTRICTED FUNDS (continued)

Linstead (LTCT)

Awards made annually to a total value of up to £45,000 for research that is of benefit to community pharmacy

Donations for Research

This fund was set up to cover costs to continue and fund research projects carried out by the Trust. No income was received in the reporting year.

8. ANALYSIS OF NET ASSETS BETWEEN FUNDS	Tangible fixed assets £	Net current Assets £	Long Term Liabilities £	Total £
Restricted Funds	-	551,904	-	551,904
Unrestricted Funds	-	235,691	-	235,691
	<u>-</u>	<u>787,595</u>	<u>-</u>	<u>787,595</u>
	<u>-</u>	<u>787,595</u>	<u>-</u>	<u>787,595</u>

9. RELATED PARTY NOTE

The trustees did not receive any remuneration during the year, however 6 trustees received reimbursed expenses amounting to £4,846 (2009: 6 trustees received £5,038) covering the cost of travel during the year.

During the year the Royal Pharmaceutical Society (R.P.S.) incurred costs amounting to (£Nil) on behalf of the Trust. The R.P.S. also incurred salary and overhead costs on behalf of the Trust which amounted to £82,989 (2009: £134,022). These amounts are reflected both as income and expenditure in the Trust's accounts.

The ex-officio, Steve Churton is also a Trustee of the PTECO.

Mr Ray Jobling is also a Council Member of the RPSGB.