

THE MILLS CHARITY
ANNUAL REPORT
FOR THE YEAR ENDED 31 JANUARY 2021
CHARITY NUMBER 207259

Ensors Accountants LLP
Cardinal House
46 St Nicholas Street
Ipswich
IP1 1TT

THE MILLS CHARITY

FOR THE YEAR ENDED 31 JANUARY 2021

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THE MILLS CHARITY

FOR THE YEAR ENDED 31 JANUARY 2021

TRUSTEES:

Mr N Corke
Mr M J Kelleway
Rev M Vipond
Dr C Wright
Mrs N Warner
Mrs J Blore
Mr J Robbins
Mr T M P Donsworth

REGISTERED OFFICE:

The Mills Charity
PO Box No 1703
Framlingham
Suffolk
IP13 9WW

CHARITY NUMBER:

207259

BANKERS:

Barclays Bank plc
Leicester
LE87 2BB

CCLA Investment Management Ltd
Senator House
85 Queen Victoria Street
London
EC4V 4ET

INDEPENDENT AUDITORS:

Ensors Accountants LLP
Cardinal House
46 St Nicholas Street
Ipswich
Suffolk
IP1 1TT

SOLICITORS:

Birketts
Providence House
141 – 145 Princes Street
Ipswich
Suffolk
IP1 1QJ

INVESTMENT ADVISORS:

Investec
30 Gresham Street
London
EC2V 7QN

J M Finn
4 Coleman Street
London
EC2R 5TA

THE MILLS CHARITY

TRUSTEES ANNUAL REPORT

The Trustees present their Report for the year ended 31 January 2021.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with Charity's Scheme, the Charities Act 2011 and the Statement of Recommended Practice "Accounting and Reporting by Charities", and have adopted FRS 102 (effective 1 January 2015, as updated 2 February 2016).

Governing document

The Charity was established to execute the will of Thomas Mills who died in 1703 and a formal scheme was registered with the Charity Commission dated 16 November 1915. Various amendments have taken place over the years, from 9 January 1981 to the latest dated 11 December 2020. The Mills Charity is an unincorporated association. The Charity Registration number is 207259 and its registered address is PO Box No 1703, Framlingham, Woodbridge, Suffolk, IP13 9WW.

Trustees

The Trustees during the year and their appointing body were as follows: -

Mr Nick Corke (Chairman 14/01/2019)	Framlingham Town Council
Mr Martin J Kelleway	Co-optative Trustee
Rev Mike Vipond	Co-optative Trustee
Dr Charles Wright	Co-optative Trustee
Mrs Nicola Warner	Co-optative Trustee
Mrs Jane Blore	Co-optative Trustee
Mr James Robbins	Co-optative Trustee
Mr Timothy M P Donsworth	Co-optative Trustee

Co-optative Trustees are appointed by the Board of Trustees with Nominative Trustees appointed by the respective bodies. The Nominative Trustees are appointed for a four-year period and the Co-optative Trustees for a five-year period. The Annual General Meeting is normally held in April, May or June. The Charity's advisors are set out on page 1.

When a vacancy occurs for a co-opted Trustee, the remaining Trustees seek to appoint an individual with skills and experience which they feel will be of benefit to the Charity. On appointment, new Trustees are given copies of the original Trust Deed and the latest Annual report and accounts. There is no formal induction and training programme, but individual Trustees may attend seminars to update themselves when they feel it necessary.

Aims and Organisation

The Charity's area of benefit is Framlingham and the surrounding area, where it is able to provide assistance for those in need, hardship, or distress, provide and maintain the Almshouses and more recently the Trustees may assist with other projects which are for the general benefit of the inhabitants of Framlingham and the surrounding area.

The Trustees are confident that the Charity's objectives described above are in accordance with the Charity Commission's general guidance on public benefit.

Review of Progress, Achievements, Investment Policy and Grant making policy

During the financial year to 2021, The Mills Charity helped in a variety of ways, the people and organisations in Framlingham and some of the contiguous parishes. This assistance included financial help to a number of people in need who had applied to the Charity for assistance, amounting during the year to £250 (2020: £2,195). Several organisations applied for assistance; generally for improvements or repairs to existing facilities, for which grants for the year amounted to £50,000 (2020: £30,720). Trustees considered each application on its merits according to the terms of its Scheme and the Charities Commission guidance on public benefit, so not all requests were agreed.

THE MILLS CHARITY

TRUSTEES ANNUAL REPORT (Continued)

The risks involved with the Almshouses and tenanted properties are mitigated by the Trustees having adequate insurance, undergoing regular property reviews and a programme of repair work, as well as having a personal alarm system at the Almshouses.

There are no restrictions on the Charity's power to invest. Trustees consider the risk profile and the investment manager's view of the market prospects, with a view to ensuring capital appreciation of the fund exceeds inflation. Our strategy is reviewed with our investment managers annually.

There were no changes to the Trustees governing the charity this year, although the June 2021 AGM will be my last Trustee meeting and see myself complete 12 yrs. service to the charity as the Framlingham Town Council representative.

2020/21 has been an interesting year with the Pandemic playing a large part in what has happened. Throughout the number of Government Lockdowns, the Clerk and myself have kept a close eye on the wellbeing of our licensees' and other tenants, liaising with organisations within the town, to make sure they did not go hungry or without prescriptions whilst making sure that there was always someone that they could talk/turn to.

2020/21 saw the Charity donate £50,250 to local causes and to individuals in need in our Community. In light of the pandemic, School Trips were cancelled to the disappointment of many children and school staff.

2020/21 saw good progress being made on the construction of our six new Almshouse's, Mills Piece, in Badingham Road and fortunately we only lost approximately one month of site work due to lockdown. The Clerk worked extremely hard on our application to be a Registered Housing Provider and at the end of the year we had virtually completed this along with becoming a member of the Housing Ombudsman.

This year we have moved to a new office in the heart of Framlingham and within easy walking distance of our properties which is more economical but also easier for the licensees to speak to the clerk if they have a need to.

We also secured planning to renovate, and extend, No.6 Station Road and this project will be started in April 2021 with completion due in June 2021.

I would like to take this opportunity to thank my fellow Trustees for their support and advice throughout the year and a special thank you to our Clerk Karren Piper for all her support and help this year. She has overseen a complete overhaul of all our policies and practices and has helped take the charity to a new level.

All in all, a very challenging year but a very satisfying one.

Mr Nick Corke, (Chairman)

THE MILLS CHARITY

TRUSTEES ANNUAL REPORT (Continued)

Financial review

The Charity holds investments and short term deposits with a value of approximately £5.39m (2020: £5.97m). During the year the investments produced an income of approximately £96k (2020: £119k). The Mills Charity made contributions totaling £50,250 (2020: £32,915) to the local community in form of donations to individuals and community groups.

Unrestricted Funds

The unrestricted fund had a value of £892,928 as at 31 January 2021, divided as follows:

Cyclical Maintenance Fund is a fund established for the regular maintenance and repair of the Almshouses and other property belonging to the Charity. The amount held within this reserve at the balance sheet date is £102,955.

Unrestricted Funds are held by the Trustees for the purposes of the Charities aims and organisation as discussed above. The fund value has a value of £789,973 as at the balance sheet date.

Restricted Funds

The restricted fund had a value of £268,469 as at 31 January 2021, divided as follows:

Extraordinary Repair Fund, established to provide for the extraordinary repair, improvement or rebuilding of the Almshouses and other property belonging to the Charity. The amount held within this reserve at the balance sheet date was £255,299.

H M Turner Trust is a fund established by a bequest from the late Mr H M Turner, a former Chairman of the Trustees, the income from which is to be distributed amongst the residents of the Almshouses at Christmas each year.

A T Sheen Trust is a fund established by the late Mr A T Sheen, the income from which is to be distributed amongst the residents of the Almshouses at Easter each year. The amount held within this reserve and the H M Turner Trust at the balance sheet date is £235.

Framlingham Community Centre is a fund held by the Charity for use by any future plan to build a community centre after a failed project back in prior years. The amount held within this reserve at the balance sheet date is £12,935.

Endowment funds

This fund was established by original deed as a permanent endowment of which income is available for general charity purposes. The capital may not be spent without permission from the Charity Commission. The Trustees have committed to the refurbishment of the Almshouses in Framlingham from the annual surplus from general income. The amount held within this reserve at the balance sheet date is £7,418,121.

Going concern

Our balance sheet remains strong with net assets of £8,579,518 and the ownership of the Almshouses in Station Road and other various properties. The Trustees have reviewed the circumstances of the Mills Charity and consider that adequate resources continue to be available to fund the activities for the foreseeable future. The Trustees are of the view that the charity is a going concern. Due to the Charity's funding status the Trustees do not consider it necessary to have a formal policy on holding reserves

THE MILLS CHARITY

TRUSTEES ANNUAL REPORT (Continued)

Statement of Trustees' Responsibilities

The Trustees are responsible for preparing the accounts in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Law applicable to charities in England and Wales requires the Trustees to prepare Financial Statements for each financial year which give a true and fair view of the Charity's financial activities during the year and of its financial position at the year-end being 31 January 2021.

In preparing those Financial Statements the Trustees are required to:

- a) select suitable accounting policies and then apply them consistently;
- b) observe the methods and principles in the applicable Charities SORP
- c) make judgements and estimates that are reasonable and prudent;
- d) state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the accounts; and
- e) prepare the accounts on the going concern basis unless it is inappropriate to assume that the Charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy the financial position of the Charity and which enable them to ensure that the Financial Statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations and provisions of the Charity's Scheme. 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.

In so far as the Trustees are aware:

- there is no relevant audit information of which the Charity's auditors are unaware of, and
- the Trustees have taken all steps they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Auditors

A resolution will be proposed at the Annual General Meeting that Ensors Accountants LLP be re-appointed as auditors to the charity for the ensuing year.



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Mr Nick Corke, (Chairman)
(On Behalf of the Trustees)

Dated 28/06/2021

THE MILLS CHARITY

INDEPENDENT AUDITORS REPORT

TO THE TRUSTEES OF THE MILLS CHARITY

Independent Auditor's Report to the trustees of The Mills Charity

Opinion

We have audited the financial statements of the Mills Charity for the year ended 31 January 2021 which comprise the Balance Sheet, the Statement of Financial Activities, the Statement of Cash Flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 January 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

THE MILLS CHARITY

INDEPENDENT AUDITORS' REPORT

TO THE TRUSTEES OF THE MILLS CHARITY (Continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

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

Responsibilities of Trustees

As explained more fully in the Statement of Trustees' Responsibilities, the Trustees' are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Charities ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditors responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud, the audit engagement team:


- obtained an understanding of the nature of the industry and sector, including the legal and regulatory framework that the company operates in and how the company are complying with the legal and regulatory framework;
- enquired of management, and those charged with governance, about their own identification and assessment of the risks of irregularities, including any known, actual, suspected or alleged instances of fraud;
- discussed matters about non-compliance with laws or regulations and how fraud might occur including assessment of how and where the financial statements may be susceptible to fraud.

However, it is the primary responsibility of management, with the oversight of those charged with governance, to ensure that the entity's operations are conducted in accordance with the provisions of laws and regulations and for the prevention and detection of fraud.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the Charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an 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 and its Trustees as a body, for our audit work, for this report, or for the opinions we have formed.


.....
Ensors Accountants LLP
Chartered Accountants & Statutory Auditor
Cardinal House
46 St Nicholas Street
Ipswich
IP1 1TTDated 8.7.21


THE MILLS CHARITY

BALANCE SHEET AS AT 31 JANUARY 2021

	Note	Total Funds 2021 £	Total Funds 2020 £
Fixed Assets			
Tangible assets			
Freehold land & buildings	7	3,295,628	2,532,342
Plant & equipment	7	319	1,272
Investments	6	4,959,942	5,120,363
		<hr/>	<hr/>
		8,255,889	7,653,977
		<hr/>	<hr/>
Current Assets			
Debtors	8	19,931	16,607
Cash in bank and in hand			
Short term deposits		-	546,364
Bank accounts		431,767	332,101
		<hr/>	<hr/>
		451,698	895,072
		<hr/>	<hr/>
Current Liabilities	9	128,069	16,120
		<hr/>	<hr/>
Net Current Assets		323,629	878,952
		<hr/>	<hr/>
Total Assets less Current Liabilities		8,579,518	8,532,929
		<hr/>	<hr/>
The Funds of the Charity			
Endowment funds	11	7,418,121	7,414,113
Restricted funds	12	268,469	251,199
Unrestricted funds	14	892,928	867,617
		<hr/>	<hr/>
		8,579,518	8,532,929
		<hr/>	<hr/>

The notes on pages 12 to 22 form part of these accounts.

Approved by the Trustees on 28/06/2021 and signed on their behalf by:



 Mr Nick Corke (Chairman)



 Mr Martin J Kelleway

THE MILLS CHARITY

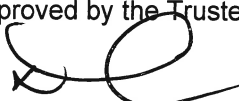
STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 JANUARY 2021

	Note	Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds 2021	Total Funds 2020
		£	£	£	£	£
Income and endowments from						
Investments	16	95,604	356	-	95,960	119,232
Other						
Rents & wayleaves		161,169	-	-	161,169	156,355
Donations and legacies		-	-	-	-	-
Total Income		256,773	356	-	257,129	275,587
Expenditure on						
Raising funds						
Investment management		-	-	29,416	29,416	30,470
Charitable activities						
Almshouses	17	66,555	400	-	66,955	114,376
Let property expenses	17	87,533	-	-	87,533	228,235
Grants - relief in need	20	12,734	-	-	12,734	13,257
Grants - general benefit	18	62,485	-	-	62,485	41,781
Total expenditure		229,307	400	29,416	259,123	428,119
Net gains & (losses) on investments:						
Realised		-	-	(80,454)	(80,454)	(1,307)
Unrealised		-	17,288	111,749	129,037	367,335
Net Income		27,466	17,244	1,879	46,589	213,496
Transfers between funds		(2,155)	26	2,129	-	-
Net movement in funds		25,311	17,270	4,008	46,589	213,496
Reconciliation of funds:						
Total funds brought forward		867,617	251,199	7,414,113	8,532,929	8,319,433
Total funds carried forward	15	892,928	268,469	7,418,121	8,579,518	8,532,929

The notes on page 12 to 22 form part of these accounts.

Approved by the Trustees on 28/06/2021 and signed on their behalf by:



 Mr Nick Corke (Chairman)



 Mr Martin J Kelleway

THE MILLS CHARITY

STATEMENT OF CASHFLOWS

FOR THE YEAR ENDED 31 JANUARY 2021

	Note	2021 £	2020 £
Cash flows used in operating activities	21	17,319	(286,900)
Cash flow from investing activities			
Investment income		95,960	119,232
Fixed asset additions		(763,286)	(64,099)
Purchases and sale of investments		21,652	29,771
Movement between investments and cash and cash equivalents		181,657	63,143
		(464,017)	148,047
Decrease in cash and cash equivalents		(446,698)	(138,853)
Cash and cash equivalents at beginning of the year		878,465	1,017,318
Cash and cash equivalents at end of the year		431,767	878,465

THE MILLS CHARITY

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 JANUARY 2021

1. ACCOUNTING POLICIES

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and in the preceding year.

a) **Basis of preparation and assessment of going concern**

These financial statements have been prepared under the historical cost convention except that investment assets are carried at market value. The currency of the accounts is the pound and the figures shown have been rounded to the nearest pound.

The Charity has prepared its financial statements in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements with the SORP FRS 102 (issued on 16 July 2014, as updated 2 February 2016), the SORP FRS 102 is in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has since been withdrawn.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view' as described above.

The Trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

b) **Fund accounting**

- Unrestricted funds are available for use at the discretion of the Trustees in the furtherance of the general objectives of the Charity.
- Designated funds are unrestricted funds earmarked for particular purposes (as detailed in note 14).
- Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal (as detailed in note 12).
- Endowment fund was established by original deed as a permanent endowment of which income is available for general charity purposes. Any capital gains or losses arising on the investments form part of the fund. Investment management charges and advice relating to the fund are charged against the fund.

c) **Income**

All incoming resources are included in the statement of financial activities when probable entitlement exists. The Trustees are virtually certain they will receive the resources and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Voluntary income received by way of donations and gifts is included in full in the Statement of Financial Activities when receivable at fair value, except insofar as they are incapable of financial measurement;
- Investment income is included when receivable; and
- Incoming resources from charitable trading activity are accounted for when earned.

d) **Resources expended**

Liabilities and expenditure are included on an accruals basis and are recognised when there is a legal or constructive obligation to pay. Grants expended in the year are charged in the same manner, grants offered at the balance sheet date are noted as commitments where there is no obligation to pay. Liabilities and expenditure includes VAT which the Charity is unable to recover, and is reported as part of the expenditure to which it relates. Most costs are directly attributed to the relevant category of resources expended in the Statement of Financial Activities. Charitable activities costs include costs of preparation and audit of statutory accounts, the costs of Trustee meetings and cost of any legal advice to Trustees on governance or constitutional matters.

THE MILLS CHARITY

NOTES TO THE ACCOUNTS CONTINUED

FOR THE YEAR ENDED 31 JANUARY 2021

1. ACCOUNTING POLICIES CONTINUED....

e) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

f) Creditors

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are recognised at their settlement amount after allowing any trade discounts.

g) Fixed assets and Investments properties

Fixed assets of Freehold Land and Buildings are let out to further the Charity's own purposes by providing accommodation to the Charity's beneficiaries and are classified as fixed assets accordingly. They are initially measured at cost and subsequently at cost less impairment. The Charity undertakes an ongoing programme of renovation such that depreciation is not considered to be material.

Assets costing more than £500 are capitalised.

Plant & equipment comprises of computer equipment and is depreciated at a rate of 1/3rd per annum on a straight-line basis.

Investment Property held as fixed assets are stated at market value at the balance sheet date with any gain or loss taken to the statement of financial activities in the underlying fund. Investment property will be re-valued on a rolling five year basis. Investments held as fixed assets are revalued at mid-market value at the balance sheet date and the gain or loss taken to the statement of financial activities in the underlying fund.

Investments are classified as fixed asset investments when the Charity does not expect to realise them within 12 months of the balance sheet date.

h) Financial Instruments

The Charity holds investments with stockbrokers which are initially recognised at transaction value and subsequently measured at the end of the accounts year at market value.

2. Trustee remuneration & related party transactions

No Trustee or other person related to the Charity had any personal interest in any contract or transaction entered into by the Charity during the year (2020 – Nil). In the period £nil (2020: £10,000) was donated to The Mills Educational Foundation. This Charity has the same Trustees as The Mills Charity.

3. Taxation

As a Charity, The Mills Charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or s256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

THE MILLS CHARITY

NOTES TO THE ACCOUNTS CONTINUED

FOR THE YEAR ENDED 31 JANUARY 2021

4. Fees for audit of the accounts	2021 £	2020 £
Auditors fee for reporting on the accounts and provision of services	10,800	10,080

5. Paid employees

During the current year the Charity paid one full time Clerk for the Charity, the gross salaries for this amounted to £27,833 (2020: £25,755) and Employers National Insurance Contributions amounted to £nil (2020: £421) with employer pension contributions of £835 (2020: £722).

6. Fixed asset investments

Total fixed asset investments comprise £4,604,942 (2020: £4,765,363) of financial assets and £355,000 (2020: £355,000) of property investments.

	2021 £	2020 £
a) Movement in fixed asset investments		
Market value at 1 February 2020	4,765,363	4,517,249
(Loss) / Profit on disposal of investments	(80,454)	(1,308)
Change in year end market value	129,037	342,335
Fees	(29,417)	(30,470)
Money invested	2,070	700
Transferred	(181,657)	(63,143)
Market value as at 31 January 2021	4,604,942	4,765,363

b) Investments at market value comprised:

Equities	3,626,364	3,686,293
Fixed interest securities	879,978	677,223
Cash	98,600	401,847
Market value as at 31 January 2021	4,604,942	4,765,363

The Charity, as at the balance sheet date, has no deposits which are due to mature within the next 12 months (2019: Nil). The deposits on call funds are Endowment funds available for withdrawal without notice.

Deposit on call

COIF	-	181,657
	-	181,657

THE MILLS CHARITY

NOTES TO THE ACCOUNTS CONTINUED

FOR THE YEAR ENDED 31 JANUARY 2021

6. Fixed asset investments continued

Stock exchange investments comprise		2021	2020
		£	£
c)	Holding of more than 5% of total investments: COIF Charities Investment Fund	255,299	238,011
	UK	1,357,475	1,675,090
	North America	530,021	610,242
	Other international	563,371	409,919
	Other alternative assets	366,432	277,317
		<hr/>	<hr/>
		3,072,598	3,210,579
		<hr/>	<hr/>
d)	Property investments		
	Market value brought forward	355,000	502,500
	Revaluation – Gain/ (Impairment loss)	-	25,000
	Transfer to Freehold Land and buildings	-	(172,500)
		<hr/>	<hr/>
	Market value carried forward	355,000	355,000
		<hr/>	<hr/>

The investment properties brought forward consists of 2 properties. These properties were valued January 2020 by Clarke & Simpson on an open market basis. In the opinion of the trustees the value of these properties has not changed significantly this year. On an historical cost basis these would have been included at an original cost of £175,536.

THE MILLS CHARITY

NOTES TO THE ACCOUNTS CONTINUED

FOR THE YEAR ENDED 31 JANUARY 2021

7. Tangible Fixed Assets

	Land & Buildings £	Plant & Equipment £	Total £
Cost			
At 1 February 2020	2,532,342	2,294	2,534,636
Additions	763,286	-	763,286
Disposals	-	(954)	(954)
At 31 January 2021	3,295,628	1,340	3,296,968
Depreciation			
At 1 February 2020	-	1,022	1,022
Charge for the year	-	318	318
Depreciation on disposal	-	(319)	(319)
At 31 January 2021	-	1,021	1,021
Net book values			
At 31 January 2020	2,532,342	1,272	2,533,614
At 31 January 2021	3,295,628	319	3,295,947

8. Debtors

	2021 £	2020 £
Investment income	13,129	15,707
Prepayments	6,802	360
Other	-	540
	19,931	16,607

9. Creditors

Creditors and accruals	123,763	11,981
Rental deposits	3,587	3,587
PAYE and NIC	719	552
	128,069	16,120

10. Commitments

At the Balance Sheet date the Charity did not have any grant commitments which were not provided for within the accounts.

THE MILLS CHARITY

NOTES TO THE ACCOUNTS CONTINUED

FOR THE YEAR ENDED 31 JANUARY 2021

11. Endowment Funds

The Mills Charity Endowment Fund was established in 1703 as a Permanent Endowment for the benefit of the local community. The H M Turner and A T Sheen funds are expendable endowments which were received later and the Trustees have resolved that the income from these funds should follow the donor's wishes to support the residents of the Almshouses. The funds are represented by tangible fixed assets and investments.

	Mills Charity £	H M Turner £	A T Sheen £	Total £
Balance at 1 February 2020	7,396,661	17,202	250	7,414,113
Management fees	(29,295)	(121)	-	(29,416)
Reinvested income	2,129	-	-	2,129
Gains & investments				
-Realised & disposals	(80,454)	-		(80,454)
-	-			
-Change in year end market value	111,815	(66)	-	111,749
	<hr/>	<hr/>	<hr/>	<hr/>
Balance at 31 January 2021	7,400,856	17,015	250	7,418,121
	<hr/>	<hr/>	<hr/>	<hr/>

12. Restricted funds – Income funds

	Framlingham Community Centre £	Turner/Sheen income £	Extraordinary Repair Fund £	Total £
Balance at 1 February 2020	12,909	279	238,011	251,199
Income	26	356	-	382
Additions in the year	-	-	-	-
Expenditure	-	(400)	-	(400)
Change in year end market value	-	-	17,288	17,288
	<hr/>	<hr/>	<hr/>	<hr/>
Balance at 31 January 2021	12,935	235	255,299	268,469
	<hr/>	<hr/>	<hr/>	<hr/>

The Extraordinary Repair Funds are required under the Charity's Scheme and transfers must be made each year from the income resources of the Charity. The funds are maintained at a relatively high level in case major repairs are required.

THE MILLS CHARITY

NOTES TO THE ACCOUNTS CONTINUED

FOR THE YEAR ENDED 31 JANUARY 2021

13. Designated Funds – Income funds

Cyclical maintenance fund	£
Balance at 1 February 2020	101,791
Funds introduced	960
Interest allocation from unrestricted funds	204
	<hr/>
Balance at 31 January 2021	102,955
	<hr/>

The Cyclical Maintenance Funds comprise funds set aside for cyclical repairs at the Almshouses and other properties owned by the Charity.

14. Unrestricted funds

	Designated funds £	Unrestricted funds £	Total funds £
Balance at 1 February 2020	101,791	765,826	867,617
Income	-	256,773	256,773
Allocation in year	1,164	(1,164)	-
Fund transfer	-	(2,155)	(2,155)
Expenditure on	-	(229,307)	(229,307)
	<hr/>	<hr/>	<hr/>
Balance at 31 January 2021	102,955	789,973	892,928
	<hr/>	<hr/>	<hr/>

15. Analysis of net assets between funds

	Designated funds £	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds £
Freehold land and buildings	-	581,629	-	2,713,999	3,295,628
Plant and equipment	-	319	-	-	319
Investment assets	-	520	255,300	4,704,122	4,959,942
Current assets	102,955	335,574	13,169	-	451,698
Current liabilities	-	(128,069)	-	-	(128,069)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	102,955	789,973	268,469	7,418,121	8,579,518
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

THE MILLS CHARITY

NOTES TO THE ACCOUNTS CONTINUED

FOR THE YEAR ENDED 31 JANUARY 2021

16. Investment income	2021 £	2020 £
Dividends UK Equities	53,079	66,957
Interest UK Fixed Interest Securities	9,746	8,652
Interest UK Unit Trusts	5,654	6,930
Overseas Securities - Dividends	9,190	10,859
Overseas Securities – Interest	5,460	5,476
Overseas Securities – Unit Trusts	707	189
Interest on Deposits	2,218	6,369
Dividends UK Unit Trusts	8,426	11,395
Dividends Real Estate Investment Trust	803	1,705
Excess income funds	677	700
	<hr/>	<hr/>
	95,960	119,232
	<hr/>	<hr/>
17. Resources expended		
Payments re Almshouses:		
Attendants salary	-	15,908
Rates, electricity, gas & water	6,145	9,249
Gardener	1,448	9,010
Insurance	3,505	3,720
Repairs & maintenance & alarms	30,094	51,292
Subscriptions	355	341
Christmas dinner and sundries	38	423
Donations - Turner/ Sheen distribution	400	400
Telephone	-	86
Professional fees	-	1,818
Governance and support costs (note 19)	24,970	22,129
	<hr/>	<hr/>
	66,955	114,376
	<hr/>	<hr/>
Other Property:		
Insurance	2,292	3,966
General maintenance and property costs	51,276	196,961
Rates and electric	1,915	3,188
Professional fees	5,142	1,704
Gardener	1,938	287
Governance and support costs (note 19)	24,970	22,129
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	87,533	228,235
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THE MILLS CHARITY

NOTES TO THE ACCOUNTS CONTINUED

FOR THE YEAR ENDED 31 JANUARY 2021

18. Grants - General Benefit	2021 £	2020 £
Framlingham Area Youth Action Plan	10,000	5,000
FabLab Appeal	30,000	-
Framlingham Hour Community Project	10,000	720
St Framlingham Church	-	10,000
Saxtead Church	-	5,000
The Mills Educational Foundation	-	10,000
Governance and support costs (note 19)	12,485	11,061
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	62,485	41,781
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19. Management and administration – Support and governance costs

	Alms houses £	Let property £	Relief in need £	General benefit £	2021 Total £	2020 Total £
Office costs	2,071	2,071	1,035	1,035	6,212	5,302
Staff costs	9,674	9,674	4,837	4,837	29,022	26,898
Travelling	-	-	-	-	-	999
Auditors' fee	3,600	3,600	1,800	1,800	10,800	10,080
Bookkeeping, payroll fee and other	2,285	2,285	1,142	1,142	6,854	5,566
Bank charges	80	80	40	40	240	296
Insurance	191	191	96	97	575	1,234
Professional fees	6,795	6,795	3,398	3,398	20,386	13,166
Sundry expenses	274	274	136	136	820	2,202
Depreciation of equipment	106	106	53	53	318	638
Profit/(loss) on disposal	(106)	(106)	(53)	(53)	(318)	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	24,970	24,970	12,484	12,485	74,909	66,381
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

The basis of allocation of the above governance and support costs were 1/3rd to each of the Almshouses and let property with 1/6th being allocated to each of the grants for relief in need and general benefit.

20. Grants - relief in need

	2021 £	2020 £
Grants - relief in need	250	2,195
Governance and support costs (note 19)	12,484	11,062
	<hr/>	<hr/>
	12,734	13,257
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THE MILLS CHARITY

NOTES TO THE ACCOUNTS CONTINUED

FOR THE YEAR ENDED 31 JANUARY 2021

21. Cash flow from operating activities

	2021 £	2020 £
Net movements in funds	46,589	213,496
Depreciation	318	638
(Profit)/ loss on disposal	(319)	-
Market value movements	(48,583)	(366,028)
Investment income	(95,960)	(119,232)
	<hr/>	<hr/>
	(97,955)	(271,126)
Increase in debtors	3,325	4,269
Increase/ (decrease) in creditors	111,949	(20,043)
	<hr/>	<hr/>
Net generated used in operating activities	17,319	(286,900)
	<hr/>	<hr/>

THE MILLS CHARITY

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 JANUARY 2020

	Note	Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds 2020	Total Funds 2019
		£	£	£	£	£
Income and endowments from						
Investments	16	118,740	492	-	119,232	125,162
Other						
Rents & wayleaves		156,355	-	-	156,355	104,607
Donations and legacies		-	-	-	-	-
Total Income		275,095	492	-	275,587	229,769
Expenditure on						
Raising funds						
Investment management		-	-	30,470	30,470	30,364
Charitable activities						
Almshouses	17	113,976	400	-	114,376	67,496
Let property expenses	17	228,235	-	-	228,235	56,603
Grants - relief in need	20	13,257	-	-	13,257	12,370
Grants - general benefit	18	41,781	-	-	41,781	38,924
Total expenditure		397,249	400	30,470	428,119	205,757
Net gains & (losses) on investments:						
Realised		-	-	(1,307)	(1,307)	15,106
Unrealised		-	38,138	329,197	367,335	(444,409)
Net Income/ (expenditure)		(122,154)	38,230	297,420	213,496	(405,291)
Transfers between funds		(1,602)	26	1,576	-	-
Net movement in funds		(123,756)	38,256	298,996	213,496	(405,291)
Reconciliation of funds:						
Total funds brought forward		991,373	212,943	7,115,117	8,319,433	8,724,724
Total funds carried forward	15	867,617	251,199	7,414,113	8,532,929	8,319,433