

**MILLENNIUM FARM TRUST**  
**(A company limited by guarantee)**

**FINANCIAL STATEMENTS**

**For the year ended 31<sup>st</sup> March 2017**

**CHARITY NO. 1070145**

**COMPANY NO. 3567659**

MILLENNIUM FARM TRUST

REFERENCE AND ADMINISTRATION INFORMATION

DIRECTORS AND TRUSTEES

Mrs. Nicky Hunter  
Mr. Andy Hunter  
Mr. Tim Freathy (Chairman)  
Mrs. Louisa Wells

SECRETARY

Mr T Freathy

REGISTERED OFFICE

Rookery Farm  
Depden  
Bury St Edmunds  
Suffolk  
IP29 4BU

BANKERS

Lloyds TSB Plc  
7 Market Place  
Stowmarket  
Suffolk  
IP14 1DY

SOLICITORS

Ashton KCJ  
Waterfront House  
Wherry Quay  
Ipswich  
Suffolk  
IP4 1AS

INDEPENDENT EXAMINER

Mr P N Tatum FCA  
Whiting & Partners  
Chartered Accountants  
Greenwood House  
Greenwood Court  
Bury St Edmunds  
Suffolk  
IP32 7GY

CHARITY REGISTRATION NUMBER

1070145

COMPANY REGISTRATION NUMBER

3567659

## MILLENNIUM FARM TRUST

### DIRECTORS AND TRUSTEES REPORT

For the year ended 31<sup>st</sup> March 2017

The Trustees, who are also Directors for the purposes of the Companies Act 2007, present their annual report together with the unaudited financial statements for the year ended 31<sup>st</sup> March 2017. The Trustees confirm that the annual report and financial statements of the charity comply with the current statutory requirements, the requirements of the charity's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the financial reporting standard applicable in the UK and Republic of Ireland (FRS102) published on 16 July 2014 (as amended by Update Bulletin 1 published on 2 February 2016). They are also prepared to meet the requirements for a Director's report and accounts for Companies Act purposes.

#### Structure, Governance and Management

##### Governing Document

Millennium Farm Trust is a company limited by guarantee, incorporated 20 May 1998, and governed by its Memorandum and Articles of Association. It is registered as a charity with the Charity Commission.

The Trustees administer the charity and have control of the trust, its property and its funds.

The Directors and Trustees who served during the year were Mr A Hunter, Mrs N Hunter, Mrs L Wells and Mr T Freathy.

The charity has been run with 4 Trustees and a management committee; a committee meeting is held every 4 - 6 weeks on an ad hoc basis as the need arises.

During the year we continued with 3 paid support workers, along with a team of volunteers.

We continued to ensure the governance was correct, developing and reviewing the systems previously put in place.

##### Method of appointment or election of Trustees

New Trustees are advertised for against requirements set out in a job description. Applicants are reviewed and selected for interview. The Chairperson and one other Trustee and Director interview candidates to select the most appropriate person for the role. The successful candidate is provided with a trustee induction (which includes an induction pack).

##### Related Party Relationships

None of the Trustees received remuneration or other benefits from their work as trustees with the charity. Details of other transactions with Trustees are fully disclosed in note 11. There are no related parties under common control, or under the control of the Trust, nor is the Trust under the control of any party.

## MILLENNIUM FARM TRUST

### DIRECTORS AND TRUSTEES REPORT (continued)

For the year ended 31<sup>st</sup> March 2017

#### Objectives and Activities

Our objectives continue to be to advance the education of persons who have learning difficulties or disabilities, mental health problems or acquired brain injuries and pupils currently or at risk of exclusion from school opportunities for training work experience and/or employment in agriculture, horticulture and related subjects and in the principles of good citizenship so that such persons can develop their physical, mental and spiritual capacities and grow to full maturity as individuals and members of society and improve their conditions of life in the County of Suffolk and surrounding areas.

We offer a place where people can come and learn, relax and find the peace that can be uniquely found whilst working on the land.

During the year we progressed and developed operations at Rookery farm where we offered services including animal husbandry, horticulture and agriculture.

#### Achievements and Performance

The farm helpers have worked really hard over the last 12 months to transform and develop Rookery farm; a number of projects including new chicken huts, a new polytunnel with raised beds area's and paddock fencing have kept everyone busy. We continue to attract new farm helpers on a regular basis. We will be presenting certificates to our farm helpers.

#### Financial Review

Net incoming resources for the year were £34,806 (2016 net outgoing resources: £4,578).

We have been able to invest heavily this year in the site through our own resources along with a number of donations including funds to purchase a new tractor from Bury Physio and funds towards a rotavator from BSE Rotary; along with a number of grants including Suffolk Foundation, Big Lottery Funding and St Edmundsbury Council.

We have also grown our reserves to provide cash flow contingencies and support longer term projects.

Our expenses continue to relate to the payment of support workers, our base, ongoing projects as well as material costs and replacement of tools and equipment.

#### Reserves and Investment Policy

The charity retains three months working capital along with any other committed spends; this is reviewed on a quarterly basis in line with the forward view. The funds are retained in easy access bank accounts.

#### Plans for future developments

Future plans and developments are discussed and agreed during the monthly meetings and timescales set along with a consideration for cost and how this will be met e.g. from our funds or grant requests/fundraising etc; these in the main relate to projects for the farm helpers and/or improvements to the Depden site for the benefit of the farm helpers.

**MILLENNIUM FARM TRUST**

**DIRECTORS AND TRUSTEES REPORT (continued)**

**For the year ended 31<sup>st</sup> March 2017**

**Risk management**

The Trustees have assessed the major risks to which the charity is exposed and established systems and procedures to mitigate exposure to the major risks.

**Public Benefit**

In carrying out the activities of the Trust, the Trustees have regard to the guidance issued by the Charity Commission on public benefit and are satisfied that the Trust meets the objectives of the Charities Act.

**Going Concern**

The Trustees have a reasonable expectation that adequate resources exist for the charity to continue to operate for the foreseeable future and thus continues to adopt the going concern basis of accounting in preparing these accounts.

**MILLENNIUM FARM TRUST**

**DIRECTORS AND TRUSTEES REPORT (continued)**

**For the year ended 31<sup>st</sup> March 2017**

**Trustees' responsibilities**

The Trustees are responsible for preparing the Trustees report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year 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 period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

---

Signed on behalf of the Trustees

Mrs Louisa Wells - Trustee

Approved by the Trustees on 21.12.2017

MILLENNIUM FARM TRUSTSTATEMENT OF FINANCIAL ACTIVITIESFor the year ended 31<sup>st</sup> March 2017

	<u>Note</u>	<u>Unrestricted Funds</u> £	<u>Restricted Funds</u> £	<u>Total Funds 2017</u> £	<u>Total Funds 2016</u> £
<u>Income from:</u>					
Donations and Legacies	3	2,245	32,714	34,959	335
Charitable Activities	4	88,447	-	88,447	65,555
<u>Total Income</u>		<u>90,692</u>	<u>32,714</u>	<u>123,406</u>	<u>65,890</u>
<u>Expenditure on:</u>					
Charitable activities	5	85,652	2,948	88,600	70,468
<u>Total Expenditure</u>		<u>85,652</u>	<u>2,948</u>	<u>88,600</u>	<u>70,468</u>
<u>Net Income/(Expenditure)</u>		<u>5,040</u>	<u>29,766</u>	<u>34,806</u>	<u>(4,578)</u>
<u>Net movement in funds</u>		<u>5,040</u>	<u>29,766</u>	<u>34,806</u>	<u>(4,578)</u>
<u>Reconciliation of Funds</u>					
Total funds brought forward at 1st April 2016		24,796	-	24,796	29,374
Total Funds carried forward at 31st March 2017	9	<u>29,836</u>	<u>29,766</u>	<u>59,602</u>	<u>24,796</u>

The notes on pages 7 to 14 form part of these financial statements.

**MILLENNIUM FARM TRUST**  
**Registered number 3567659**

**BALANCE SHEET**

**As at 31<sup>st</sup> March 2017**

	<u>Note</u>	<u>2017</u> £	<u>2016</u> £
Fixed Assets	6	20,516	-
Current Assets:			
Debtors	7	19,629	16,081
Cash at bank and in hand		32,217	14,510
		<u>51,846</u>	<u>30,591</u>
Creditors: amounts falling due within one year	8	<u>(12,760)</u>	<u>(5,795)</u>
Net Current Assets		<u>39,086</u>	<u>24,796</u>
Net Assets		<u><u>59,602</u></u>	<u><u>24,796</u></u>
Funds:			
Unrestricted Funds	9	29,836	24,796
Restricted Funds	9	<u>29,766</u>	<u>-</u>
		<u><u>59,602</u></u>	<u><u>24,796</u></u>

The Directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act.

The Directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 March 2017 and of result for the year in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared in accordance with the provisions applicable to small charitable companies within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting applicable in the UK and Republic of Ireland (FRS 102).

These financial statements were approved by the Directors and authorised for issue on 21.12.2017 and are signed on their behalf by:-

..... Mrs L Wells - Trustee

The notes on pages 7 to 14 form part of these financial statements.



MILLENNIUM FARM TRUST

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31<sup>st</sup> March 2017

1. ACCOUNTING POLICIES

Basis of Preparation

The financial statements have been prepared in accordance with the Statement of Recommended Practice (“SORP”); Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 (as updated through Update Bulletin 1 published on 2 February 2016) and Financial Reporting Standards applicable in the United Kingdom and Republic of Ireland (FRS 102) and Charities Act 2011.

Millennium Farm Trust constitutes a public benefit entity as defined by FRS 102.

First time adoption of FRS 102

These financial statements are the first financial statements prepared in accordance with Financial Reporting Standard 102 ‘The Financial Reporting Standard applicable in the UK and Republic of Ireland’ (FRS 102) and the Charities SORP 2015 (SORP 2015). The financial statements for the year ended 31 December 2015 were prepared in accordance with previous Generally Accepted Accounting Practice (‘UK GAAP’); Accounting and Reporting by Charities: Statement of Recommended Practice applicable to Charities preparing their accounts in accordance with The Financial Reporting Standards for Smaller Entities (effective January 2015).

Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the Trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required.

The policies applied under the charity's previous accounting framework are not materially different to FRS 102 and gave not impacted on funds or net income/expenditure.

Going Concern

The financial statements have been prepared on a going concern basis as the Trustees believe that no material uncertainties exist. The Trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Fund Accounting

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity.

Restricted funds are to be used for specified purposes laid down by the donor.

MILLENNIUM FARM TRUST

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

For the year ended 31<sup>st</sup> March 2017

Income Recognition

All incoming resources are included in the Statement of Financial Activities when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

The principal sources of income received by the charity are accounted for in the Statement of Financial Activities as follows:-

Donations and legacies

Donations are recognised when the charity has been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. At this point income is recognised. On occasion legacies will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

Grants

Income from grants, whether capital grants or revenue grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Expenditure Recognition

Expenditure is recognised on an accruals basis once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Expenditure on charitable activities comprises direct expenditure attributable to the charity's principal activities.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and costs linked to the management of the charity.

Costs of raising funds relates to costs incurred in securing funding from external sources



**MILLENNIUM FARM TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**

**For the year ended 31<sup>st</sup> March 2017**

Judgements in applying accounting policies and key sources of estimation uncertainty

Estimates and judgements are based on historical experience and other factors, including expectations of future events, that are believed to be reasonable under the circumstances and are subject to continuous monitoring.

The Charity makes estimates and assumptions relating to future events which will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

Useful economic lives and residual values of tangible assets.

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets.

2. Income

All income is wholly attributable to the charitable activity of the company and arises solely within the United Kingdom.

**MILLENNIUM FARM TRUST****NOTES TO THE FINANCIAL STATEMENTS – CONTINUED****For the year ended 31<sup>st</sup> March 2017****3. DONATIONS AND LEGACIES**

	<u>Unrestricted</u> <u>2017</u> <u>£</u>	<u>Restricted</u> <u>2017</u> <u>£</u>	<u>Total</u> <u>2017</u> <u>£</u>	<u>Total</u> <u>2016</u> <u>£</u>
General Donations	2,245	-	2,245	335
Bury Physio Donation For Tractor	-	17,874	17,874	-
BSE Rotary Donation For Rotavator	-	2,940	2,940	-
Big Lottery Grant	-	9,250	9,250	-
Suffolk CC Locality Grant	-	350	350	-
Misc Grants	-	200	200	-
Polytunnel Grant	-	2,000	2,000	-
St Edmundsbury Council Grant	-	100	100	-
	<u>2,245</u>	<u>32,714</u>	<u>34,959</u>	<u>335</u>

In 2016, all of the donations and legacies income were from unrestricted funds.

**4. INCOME FROM CHARITABLE ACTIVITIES**

	<u>2017</u> <u>£</u>	<u>2016</u> <u>£</u>
Farm Helpers	86,371	58,175
Member Subscriptions	205	210
Miscellaneous Sales	1,871	7,170
	<u>88,447</u>	<u>65,555</u>

All charitable income is from unrestricted funds for 2017 and 2016.

**MILLENNIUM FARM TRUST****NOTES TO THE FINANCIAL STATEMENTS - CONTINUED****For the year ended 31<sup>st</sup> March 2017****5. EXPENDITURE ON CHARITABLE ACTIVITIES**

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total</u>	<u>Total</u>
	<u>2017</u>	<u>2017</u>	<u>2017</u>	<u>2016</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Cost directly allocated to activities:				
Subcontractor Costs	-	-	-	5,346
Consultancy	24,489	-	24,489	15,378
Staff	32,216	-	32,216	21,891
Travel	824	-	824	1,070
Rent	9,600	-	9,600	7,480
Insurance	903	-	903	833
Project Expenditure	11,026	650	11,676	16,555
General	6,038	-	6,038	1,855
Governance Costs	556	-	556	60
Polytunnel	-	2,000	2,000	-
Depreciation	-	298	298	-
	<u>85,652</u>	<u>2,948</u>	<u>88,600</u>	<u>70,468</u>

In 2016, all of the charitable expenditure related to unrestricted funds.

Governance costs comprise of the Independent Examiner's fee.

**6. FIXED ASSETS**

<b>Cost</b>	<b>Plant &amp; Equipment £</b>
At 1 <sup>st</sup> April 2016	-
Additions	<u>20,814</u>
At 31 <sup>st</sup> March 2017	<u>20,814</u>
<b>Depreciation</b>	
At 1 <sup>st</sup> April 2016	-
Charge for the year	<u>298</u>
At 31 <sup>st</sup> March 2017	<u>298</u>
<b>Net Book Value</b>	
At 31 March 2017	<u>20,516</u>
At 1 <sup>st</sup> April 2016	<u>-</u>

**MILLENNIUM FARM TRUST****NOTES TO THE FINANCIAL STATEMENTS - CONTINUED****For the year ended 31<sup>st</sup> March 2017****7. DEBTORS**

	<u>2017</u>	<u>2016</u>
	<u>£</u>	<u>£</u>
Trade Debtors	<u>19,629</u>	<u>16,081</u>

**8. CREDITORS**

	<u>2017</u>	<u>2016</u>
	<u>£</u>	<u>£</u>
Amounts falling due within one year		
Trade Creditors	12,460	5,495
Accruals	<u>300</u>	<u>300</u>
	<u>12,760</u>	<u>5,795</u>

**9. MOVEMENTS IN FUNDS**

	Balance at <u>31.03.16</u>	Incoming <u>Resources</u>	Outgoing <u>Resources</u>	<u>Transfers</u>	Balance at <u>31.03.17</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Restricted funds:					
Bury Physio (Tractor)	-	17,874	(298)	-	17,576
BSE Rotary (Rotavator)	-	2,940	-	-	2,940
Big Lottery grant	-	9,250	-	-	9,250
Suffolk CC Locality Grant	-	350	(350)	-	-
Misc Grants	-	200	(200)	-	-
Polytunnel grant	-	2,000	(2,000)	-	-
St Edmundsbury grant	-	100	(100)	-	-
	<u>-</u>	<u>32,714</u>	<u>(2,948)</u>	<u>-</u>	<u>29,766</u>
Unrestricted fund:					
General income & expenditure	24,796	90,692	(85,652)	-	29,836
	<u>24,796</u>	<u>123,406</u>	<u>(88,600)</u>	<u>-</u>	<u>59,602</u>

**Description of Restricted Funds:-**

Bury Physio – donation received for the purchase of a tractor.

BSE Rotary – donation received for the purchase of a rotavator for the tractor.

Big Lottery – to improve the site, in particular create new pathways and raised beds.

Suffolk CC – to assist with the general objectives of the charity.

Misc Grants - to assist with the general objectives of the charity.

Polytunnel Grant – grant received to fund the building of a polytunnel.

St Edmundsbury Grant - to assist with the general objectives of the charity.

**MILLENNIUM FARM TRUST****NOTES TO THE FINANCIAL STATEMENTS - CONTINUED****For the year ended 31<sup>st</sup> March 2017****10. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

	Unrestricted <u>Fund</u> £	Restricted <u>Funds</u> £	<u>Total</u> £
Fixed Assets	-	20,516	20,516
Current Assets	51,846	-	51,846
Current Liabilities	<u>(9,170)</u>	<u>(3,590)</u>	<u>(12,760)</u>
	<u>42,676</u>	<u>16,926</u>	<u>59,602</u>

**11. DIRECTORS AND TRUSTEES REMUNERATION, EXPENSES AND RELATED PARTY TRANSACTIONS**

During the year the Trust undertook transactions, on normal commercial terms, totalling £43,298 with Depden Care Farm Services Limited, a company in which Tim Freathy is a director and comprised:-

Rent - £10,139  
 Consultancy - £24,490  
 Reimbursement of operating costs - £8,669

At the 31<sup>st</sup> March 2017 there was £5,078 due to Depden Care Farm Services Limited which is included in creditors.

Except for the above none of the Trustees received remuneration benefit or reimbursement of expenditure or payment for services provided during the year.

**12. TAXATION**

The company as a registered charity is not considered liable to tax on its net incoming resources. Income tax deducted at source is recoverable from HMRC. Gift Aid is recoverable on qualifying donations.

**13. MEMBERS GUARANTEE**

The company has no share capital but is limited by guarantee. Each member would be committed to make a contribution not exceeding £10 in the event of winding up.

**14. FIRST TIME ADOPTION OF FRS 102**

The policies applied under the entities previous accounting framework are not materially different to FRS 102 and have no impacted on the movement of funds and closing fund.