

Investment and Reserves

Millington's recognises the need for investment income to be sufficient to maintain the reserves set out below.

Millington's recognises that Designated or Reserve Funds are essential to maintain the ongoing viability of the Charity.

The setting up, amount and calculation of the Reserve Funds will be dependent on the Restricted and Unrestricted Funds. Millington's recognises that part of these funds may not be readily available or realisable for transfer to the Reserve Funds.

Millington's operates a balanced budget through its Income/Expenditure (operational) account; this covers most eventualities, including long-term and routine maintenance. However, in case the Income/Expenditure account is insufficient to cover the costs of either long term or routine maintenance, Millington's identifies appropriate sums in its Restricted and Unrestricted Funds to cover all necessary maintenance. The sums thus identified constitute what may be otherwise known as the Extraordinary Reserve Fund (ERF) and the Cyclical Maintenance Fund (CMF).

Millington's will review annually the funds identified for cyclical maintenance and extraordinary projects.

Millington's also recognises the need to have sufficient funds in reserve (and convertible into cash) should there be a sharp reduction in income, and identifies sufficient sums in the Restricted and Unrestricted Funds accordingly. This fund will be known as the General Reserve Fund (GRF)

Millington's will review annually the funds identified for the General Reserve.

Millington's recognises that should reserves be sufficient, consideration may be given to the provision of further almshouses following Millington's aims and objectives

Resources, further help and information

Links up-to-date and functioning at the time of publication.

Charity Commission

<https://www.gov.uk/government/publications/charities-and-reserves-cc19>

This policy has been approved for issue by the Board of Trustees of Millington's Hospital

Signature:.....*Daphne Capps*.....

Name:.....*DAPHNE CAPPS*.....

Date:.....*24th AUGUST 2023*.....