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**THE JEWISH SECONDARY SCHOOLS MOVEMENT**

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**TRUSTEE'S REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 AUGUST 2019**

## THE JEWISH SECONDARY SCHOOLS MOVEMENT

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## THE JEWISH SECONDARY SCHOOLS MOVEMENT

### REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 AUGUST 2019

<b>Trustees</b>	The Trustees of the J.S.S.M.
<b>Charity registered number</b>	313109
<b>Principal office</b>	48 Wykeham Road London NW4 2SU
<b>Independent auditors</b>	Landau Baker Limited Chartered Accountants Mountcliff House 154 Brent Street London NW4 2DR
<b>Bankers</b>	Lloyds Bank Plc 190 Great Portland Street London W1A 4LN

## THE JEWISH SECONDARY SCHOOLS MOVEMENT

### TRUSTEE'S REPORT FOR THE YEAR ENDED 31 AUGUST 2019

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The Trustee present their annual report together with the audited financial statements of the company for the year 1 September 2018 to 31 August 2019.

#### Reference and administrative details

Reference and administrative details are shown in the schedule of members of the board and professional advisers on page 1 of the financial statements

#### The Trustee

The Trustee of the charity during the year was the trustee company called The Trustees of the J.S.S.M., a company limited by guarantee, the directors of which were:

Mr. J. M. Miller  
Mr. M. A. Richman  
Mr. D. M. Green  
Mr. D. P. Lyons

#### Objectives and activities

##### a. Policies and objectives

The objects of the charity are to advance orthodox Jewish education in accordance with the doctrine and principles of the orthodox Jewish faith as laid down in the Shulchan Aruch. These objectives are provided and maintained through the constituent schools. There have been no changes in the objects of the charity during the year. These financial statements record the income and expenditure of items not dealt with by the Government and Local Education Authorities.

In setting objectives and planning for activities, the Trustee have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

##### b. Achievements and performance

The Hasmonean High School, Hasmonean Primary School and Beit Shvidler Primary School continue to offer high quality education to its pupils.

##### c. Volunteers

The majority of the charity's work is undertaken by paid employees. Occasional voluntary assistance is provided by directors of the trustee company, Governors and Parents.

##### d. Main activities undertaken to further the company's purposes for the public benefit

The directors of the trustee company confirm that they have considered the Charity Commission's general guidance on public benefit and the requirements of s4 of the Charities Act 2011 in this area.

The purpose and objective of the charity is the provision of high quality Jewish education in a safe and supporting learning environment.

The charity's funds are utilised by its schools to fund staff and activities to enable high quality education to be provided on an ongoing basis. When considering which pupils to admit, the schools do not discriminate between them based upon the personal circumstances of their parents.

#### Achievements and performance

## THE JEWISH SECONDARY SCHOOLS MOVEMENT

### TRUSTEE'S REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2019

#### Achievements and performance (continued)

##### a. Key performance indicators

The results for the year shows that there were group net incoming resources of £71,632 (2018: £80,615). The total group incoming resources for the year were £5,859,460 (2018: £4,445,061). The total group resources expended for the year were £5,787,828 (2018: £4,364,446). This included donations of £4,446,498 (2018: £3,755,480) paid to Hasmonean High School Academy.

#### Financial review

##### a. Going concern

After making appropriate enquiries, the Trustee have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

##### b. Reserves policy

The directors of the trustee company aim to ensure that there are enough reserves to cover one term's costs and are confident there are sufficient reserves for the foreseeable future.

##### c. Financial risk management objectives and policies

A review of the potential risks that are faced by The Jewish Secondary Schools Movement has been undertaken. These are seen to be in the areas of staff safety, computer data security and financial control. Appropriate and reasonable systems are in place to monitor and control such risks so as to mitigate the impact those risks may have on the future operation of the schools. Further reviews will be undertaken from time to time.

#### Structure, governance and management

##### a. Constitution

The Movement was established by Deeds of Trust in 1933 and 1948.

The governing instrument is a High Court Scheme of 18 February 1982 as varied or affected by a Scheme of the Charity Commissioners of 11 March 1994.

##### b. Methods of appointment or election of trustees

The directors of the trustee company are recruited from within the Jewish community who will be able to demonstrate an ability to support, promote and lead the development of the charity. They will have an area of expertise that will enhance their work and contribute to the achievement of the charity's objectives. New directors undergo induction training to brief them on their legal obligations under charity law, the committee and decision making process, the objectives and financial performance of the charity. New directors are appointed by the existing directors having regard to the particular skills and expertise that the charity has need of at the relevant time.

## THE JEWISH SECONDARY SCHOOLS MOVEMENT

### TRUSTEE'S REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2019

#### Structure, governance and management (continued)

##### c. The Schools

The Movement is the umbrella organisation of the following constituent schools and fund raising charities, some of which are separate registered charities.

Level of Education	Name
Nursery and primary	Hasmonean Primary School, Hendon - state-aided
Secondary	Hasmonean High School, Hendon - Academy (Girls' site and Boys' site)
Primary	Beit Shvidler Primary School, Edgware - state-aided

The schools operate independently, each having its own board of governors. The directors appoint Foundation Governors to the Governing Bodies of each of the constituent Schools and liaise with the Governing Bodies with regard to the running of the schools and in particular maintenance of the JSSM ethos.

The Hasmonean High School is an Academy and has direct responsibility for the costs of the staff and other activities relating to the school.

The Jewish Secondary Schools Movement owns the land and buildings occupied by the schools. The charity is responsible for providing long term strategic advice to the schools. The school governors are responsible for the day to day management of the schools.

##### d. Organisational structure

These financial statements incorporate the results of the following related charities:

Name	Registered Charity Number
Hasmonean High School Charitable Trust	1068303
Hasmonean High School Building Trust Foundation	1007227
Beit Shvidler Primary School	1118619

##### e. Risk management

The Trustee have assessed the major risks to which the charity and the group is exposed, in particular those related to the operations and finances of the charity and the group, and are satisfied that systems and procedures are in place to mitigate our exposure to the major risks.

##### Plans for future periods

The charity will continue to assist with the successful development of its schools. The schools will continue to be upgraded and refurbished to ensure the pupils have facilities commensurate with those demanded by the standards of the 21st century.

##### Information on fundraising practices

We strictly abide by fundraising and data protection legislation and we follow best practice. We only hold information that is necessary for communicating with donors. We do not sell or share your data with anyone else. If any donor does not want us to communicate with them or want to change the way we do, we always respect their decision. We treat donations with the utmost care - 100% of every £1 we spend goes directly towards providing educational services to pupils.

## THE JEWISH SECONDARY SCHOOLS MOVEMENT

### TRUSTEE'S REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2019

#### Statement of Trustee's responsibilities

The Trustee are responsible for preparing the Trustee's 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 Trustee to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Group and the company and of their incoming resources and application of resources, including their income and expenditure, for that period. In preparing these financial statements, the Trustee are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Group will continue in business.

The Trustee are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the company's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the company 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 Group and the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### Disclosure of information to auditors

Each of the persons who are Trustee at the time when this Trustee's report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditors are aware of that information.

#### Auditors

The auditors, Landau Baker Limited, have indicated their willingness to continue in office. The designated Trustee will propose a motion reappointing the auditors at a meeting of the Trustee.

Approved by order of the members of the board of Trustee on 27 November 2020 and signed on their behalf by:



**J M Miller**

## **THE JEWISH SECONDARY SCHOOLS MOVEMENT**

### **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE JEWISH SECONDARY SCHOOLS MOVEMENT**

#### **Opinion**

We have audited the financial statements of The Jewish Secondary Schools Movement (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 August 2019 which comprise the Consolidated Statement of Financial Activities, the Consolidated balance sheet, the Company balance sheet, the Consolidated statement of cash flows and the related notes, 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 Group's and of the parent charitable company's affairs as at 31 August 2019 and of the Group's 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 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) and in other respects 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Trustee's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Group's or the parent charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.



## **THE JEWISH SECONDARY SCHOOLS MOVEMENT**

### **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE JEWISH SECONDARY SCHOOLS MOVEMENT (CONTINUED)**

#### **Other information**

The Trustee is responsible for the other information. The other information comprises the information included in the Annual report, other than the financial statements and our Auditors' report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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.

#### **Opinion on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustee's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustee's Report has been prepared in accordance with applicable legal requirements.

#### **Matters on which we are required to report by exception**

In the light of our knowledge and understanding of the Group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustee's Report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustee's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustee were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustee's Report and from the requirement to prepare a Strategic Report.

## **THE JEWISH SECONDARY SCHOOLS MOVEMENT**

### **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE JEWISH SECONDARY SCHOOLS MOVEMENT (CONTINUED)**

#### **Responsibilities of trustees**

As explained more fully in the Trustee's responsibilities statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements 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 Group's and the parent charitable company's 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 Group or the parent 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 Auditors' 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Auditors' report.

#### **Use of our report**

This report is made solely to the charitable company's trustees, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's shareholders, as a body, 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 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 charitable company and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Landau Baker Limited**

Chartered Accountants

Mountcliff House

154 Brent Street

London

NW4 2DR

27 November 2020

# THE JEWISH SECONDARY SCHOOLS MOVEMENT

## CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2019

	Note	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
<b>Income from:</b>					
Donations and legacies	3	5,849,679	-	5,849,679	4,430,771
Charitable activities	4	9,245	-	9,245	13,878
Investments	5	536	-	536	412
<b>Total income</b>		<b>5,859,460</b>	<b>-</b>	<b>5,859,460</b>	<b>4,445,061</b>
<b>Expenditure on:</b>					
Charitable activities		5,787,828	-	5,787,828	4,364,446
<b>Total expenditure</b>		<b>5,787,828</b>	<b>-</b>	<b>5,787,828</b>	<b>4,364,446</b>
<b>Net movement in funds</b>		<b>71,632</b>	<b>-</b>	<b>71,632</b>	<b>80,615</b>
<b>Reconciliation of funds:</b>					
Total funds brought forward		12,796,190	3,699,166	16,495,356	16,414,741
Net movement in funds		71,632	-	71,632	80,615
<b>Total funds carried forward</b>		<b>12,867,822</b>	<b>3,699,166</b>	<b>16,566,988</b>	<b>16,495,356</b>

The Consolidated Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 13 to 24 form part of these financial statements.

# THE JEWISH SECONDARY SCHOOLS MOVEMENT

## CONSOLIDATED BALANCE SHEET AS AT 31 AUGUST 2019

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	9	17,679,431	17,682,207
		<u>17,679,431</u>	<u>17,682,207</u>
<b>Current assets</b>			
Debtors	10	163,396	362,974
Cash at bank and in hand		923,278	1,225,993
		<u>1,086,674</u>	<u>1,588,967</u>
Creditors: amounts falling due within one year	11	(738,526)	(1,247,852)
<b>Net current assets</b>		<u>348,148</u>	<u>341,115</u>
<b>Total assets less current liabilities</b>		<u>18,027,579</u>	<u>18,023,322</u>
Creditors: amounts falling due after more than one year	12	(1,460,591)	(1,527,966)
<b>Net assets excluding pension asset</b>		<u>16,566,988</u>	<u>16,495,356</u>
<b>Total net assets</b>		<u><u>16,566,988</u></u>	<u><u>16,495,356</u></u>
<b>Charity funds</b>			
Restricted funds	13	3,699,166	3,699,166
Unrestricted funds	13	12,867,822	12,796,190
<b>Total funds</b>		<u><u>16,566,988</u></u>	<u><u>16,495,356</u></u>

The financial statements were approved and authorised for issue by the Trustee on 27 November 2020 and signed on their behalf by:

J M Miller



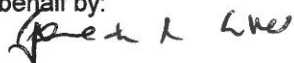
The notes on pages 13 to 24 form part of these financial statements.

# THE JEWISH SECONDARY SCHOOLS MOVEMENT

## COMPANY BALANCE SHEET AS AT 31 AUGUST 2019

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	9	17,636,319	17,613,625
		<u>17,636,319</u>	<u>17,613,625</u>
<b>Current assets</b>			
Debtors	10	326,058	326,058
Cash at bank and in hand		19,945	4,069
		<u>346,003</u>	<u>330,127</u>
Creditors: amounts falling due within one year	11	(82,274)	(82,274)
<b>Net current assets</b>		<u>263,729</u>	<u>247,853</u>
<b>Total assets less current liabilities</b>		<u>17,900,048</u>	<u>17,861,478</u>
Creditors: amounts falling due after more than one year	12	(1,460,591)	(1,527,966)
<b>Net assets excluding pension asset</b>		<u>16,439,457</u>	<u>16,333,512</u>
<b>Total net assets</b>		<u>16,439,457</u>	<u>16,333,512</u>
<b>Charity funds</b>			
Restricted funds	13	3,685,366	3,685,366
Unrestricted funds	13	12,754,091	12,648,146
<b>Total funds</b>		<u>16,439,457</u>	<u>16,333,512</u>

The financial statements were approved and authorised for issue by the Trustee on 27 November 2020 and signed on their behalf by:



**J M Miller**

The notes on pages 13 to 24 form part of these financial statements.

# THE JEWISH SECONDARY SCHOOLS MOVEMENT

## CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 AUGUST 2019

	2019 £	2018 £
<b>Cash flows from operating activities</b>		
Net cash used in operating activities	(177,997)	527,489
<b>Cash flows from investing activities</b>		
Dividends, interests and rents from investments	(34,398)	(47,246)
Purchase of tangible fixed assets	(22,945)	(112,555)
<b>Net cash used in investing activities</b>	(57,343)	(159,801)
<b>Cash flows from financing activities</b>		
Repayments of borrowing	(67,375)	(60,830)
<b>Net cash used in financing activities</b>	(67,375)	(60,830)
<b>Change in cash and cash equivalents in the year</b>	(302,715)	306,858
Cash and cash equivalents at the beginning of the year	1,225,993	919,135
<b>Cash and cash equivalents at the end of the year</b>	<b>923,278</b>	<b>1,225,993</b>

The notes on pages 13 to 24 form part of these financial statements

## THE JEWISH SECONDARY SCHOOLS MOVEMENT

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2019

#### 1. General information

The Jewish Secondary Schools Movement is a registered charity, number 313109, and is constituted under a Trust deed.

#### 2. Accounting policies

##### 2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

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. This departure has involved following the Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Jewish Secondary Schools Movement meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The Consolidated statement of financial activities (SOFA) and Consolidated balance sheet consolidate the financial statements of the Group and its subsidiary undertakings. The results of the subsidiaries are consolidated on a line by line basis.

##### 2.2 Going concern

After making appropriate enquiries, the directors of the trustee company have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason the going concern basis has been adopted in preparing the financial statements.

##### 2.3 Income

All income is recognised once the company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Grants are included in the Consolidated statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

##### 2.4 Expenditure

## THE JEWISH SECONDARY SCHOOLS MOVEMENT

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2019

#### 2. Accounting policies (continued)

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

##### 2.5 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

##### 2.6 Tangible fixed assets and depreciation

Tangible fixed assets costing £1,000 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method, unless not deemed to be appropriate for the class of asset..

Depreciation is provided on the following bases:

Motor vehicles	- 25% reducing balance
Fixtures and fittings	- 20% straight line
Computer equipment	- 33% straight line
Playground and equipment	- 10% straight line

##### 2.7 Debtors

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

##### 2.8 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.



## THE JEWISH SECONDARY SCHOOLS MOVEMENT

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2019

#### 2. Accounting policies (continued)

##### 2.9 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Consolidated statement of financial activities as a finance cost.

##### 2.10 Financial instruments

The Group only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

##### 2.11 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustee in furtherance of the general objectives of the Group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

#### 3. Income from donations and legacies

	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Parental contributions and donations	5,099,679	5,099,679	4,430,771
Grants	750,000	750,000	-
	<u>5,849,679</u>	<u>5,849,679</u>	<u>4,430,771</u>
<i>Total 2018</i>	<u>4,430,771</u>	<u>4,430,771</u>	

# THE JEWISH SECONDARY SCHOOLS MOVEMENT

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2019

### 4. Income from charitable activities

	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Income from charitable activities	9,245	9,245	13,878
<i>Total 2018</i>	<i>13,878</i>	<i>13,878</i>	

### 5. Investment income

	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Investment income	536	536	412
<i>Total 2018</i>	<i>412</i>	<i>412</i>	

### 6. Analysis of expenditure by activities

	Activities undertaken directly 2019 £	Support costs 2019 £	Total funds 2019 £	Total funds 2018 £
Charitable activities	5,716,961	70,867	5,787,828	4,364,446
<i>Total 2018</i>	<i>4,291,090</i>	<i>73,356</i>	<i>4,364,446</i>	

## THE JEWISH SECONDARY SCHOOLS MOVEMENT

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2019

#### 6. Analysis of expenditure by activities (continued)

##### Analysis of direct costs

	Charitable activities 2019 £	Total funds 2019 £	Total funds 2018 £
Staff costs	31,314	31,314	89,015
Depreciation	25,721	25,721	15,494
School equipment, repairs and other costs	70,939	70,939	75,896
Donation to Beit Schvidler Primary School	392,489	392,489	355,205
Other grants paid	4,446,498	4,446,498	3,755,480
Specific grant	750,000	750,000	-
	<u>5,716,961</u>	<u>5,716,961</u>	<u>4,291,090</u>
<i>Total 2018</i>	<u>4,291,090</u>	<u>4,291,090</u>	

##### Analysis of support costs

	Charitable activities 2019 £	Total funds 2019 £	Total funds 2018 £
Governance costs	70,867	70,867	73,356
	<u>73,356</u>	<u>73,356</u>	
<i>Total 2018</i>	<u>73,356</u>	<u>73,356</u>	

#### 7. Staff costs

	Group 2019 £	Group 2018 £	Charity 2019 £	Charity 2018 £
Wages and salaries	31,314	89,015	31,314	89,016
	<u>31,314</u>	<u>89,015</u>	<u>31,314</u>	<u>89,016</u>

## THE JEWISH SECONDARY SCHOOLS MOVEMENT

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2019

#### 7. Staff costs (continued)

The average number of persons employed by the company during the year was as follows:

	Group 2019 No.	Group 2018 No.
Rabbinic Leader	1	1

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	Group 2019 No.	Group 2018 No.
In the band £90,001 - £100,000	-	1

#### 8. Trustee's remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2018 - £NIL).

During the year ended 31 August 2019, no Trustee expenses have been incurred (2018 - £NIL).

#### 9. Tangible fixed assets

##### Group

	Freehold property £	Assets under construction £	Plant and machinery £	Fixtures and fittings £	Total £
<b>Cost or valuation</b>					
At 1 September 2018	16,637,548	975,074	77,517	40,241	17,730,380
Additions	-	22,945	-	-	22,945
At 31 August 2019	16,637,548	998,019	77,517	40,241	17,753,325
<b>Depreciation</b>					
At 1 September 2018	-	-	40,242	7,931	48,173
Charge for the year	-	-	7,478	18,243	25,721
At 31 August 2019	-	-	47,720	26,174	73,894

# THE JEWISH SECONDARY SCHOOLS MOVEMENT

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2019

### 9. Tangible fixed assets (continued)

#### Group (continued)

	Freehold property £	Assets under construction £	Plant and machinery £	Fixtures and fittings £	Total £
<b>Net book value</b>					
At 31 August 2019	<u>16,637,548</u>	<u>998,019</u>	<u>29,797</u>	<u>14,067</u>	<u>17,679,431</u>
At 31 August 2018	<u>16,637,548</u>	<u>975,074</u>	<u>37,275</u>	<u>32,310</u>	<u>17,682,207</u>
<b>Charity</b>					
	Freehold property £	Assets under construction £	Motor vehicles £	Total £	
<b>Cost or valuation</b>					
At 1 September 2018	16,637,548	975,074	5,250	17,617,872	
Additions	-	22,945	-	22,945	
At 31 August 2019	<u>16,637,548</u>	<u>998,019</u>	<u>5,250</u>	<u>17,640,817</u>	
<b>Depreciation</b>					
At 1 September 2018	-	-	4,247	4,247	
Charge for the year	-	-	251	251	
At 31 August 2019	<u>-</u>	<u>-</u>	<u>4,498</u>	<u>4,498</u>	
<b>Net book value</b>					
At 31 August 2019	<u>16,637,548</u>	<u>998,019</u>	<u>752</u>	<u>17,636,319</u>	
At 31 August 2018	<u>16,637,548</u>	<u>975,074</u>	<u>1,003</u>	<u>17,613,625</u>	

## THE JEWISH SECONDARY SCHOOLS MOVEMENT

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2019

#### 10. Debtors

	Group 2019 £	Group 2018 £	Charity 2019 £	Charity 2018 £
<b>Due within one year</b>				
Trade debtors	-	2,004	-	-
Other debtors	126,000	137,102	326,058	326,058
Prepayments and accrued income	6,496	182,707	-	-
Tax recoverable	30,900	41,161	-	-
	<u>163,396</u>	<u>362,974</u>	<u>326,058</u>	<u>326,058</u>

#### 11. Creditors: Amounts falling due within one year

	Group 2019 £	Group 2018 £	Charity 2019 £	Charity 2018 £
Bank loans	59,274	59,274	59,274	59,274
Trade creditors	9,086	305	-	-
Other creditors	665,528	1,114,049	23,000	23,000
Accruals and deferred income	4,638	74,224	-	-
	<u>738,526</u>	<u>1,247,852</u>	<u>82,274</u>	<u>82,274</u>

#### 12. Creditors: Amounts falling due after more than one year

	Group 2019 £	Group 2018 £	Charity 2019 £	Charity 2018 £
Bank loans	<u>1,460,591</u>	<u>1,527,966</u>	<u>1,460,591</u>	<u>1,527,966</u>

## THE JEWISH SECONDARY SCHOOLS MOVEMENT

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2019

#### 13. Statement of funds

##### Statement of funds - current year

	Balance at 1 September 2018 £	Income £	Expenditure £	Balance at 31 August 2019 £
<b>Unrestricted funds</b>				
General Funds - all funds	12,796,190	5,859,460	(5,787,828)	12,867,822
	<u>12,796,190</u>	<u>5,859,460</u>	<u>(5,787,828)</u>	<u>12,867,822</u>
<b>Restricted funds</b>				
Restricted Funds - all funds	3,699,166	-	-	3,699,166
	<u>3,699,166</u>	<u>-</u>	<u>-</u>	<u>3,699,166</u>
<b>Total of funds</b>	<u>16,495,356</u>	<u>5,859,460</u>	<u>(5,787,828)</u>	<u>16,566,988</u>

# THE JEWISH SECONDARY SCHOOLS MOVEMENT

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2019

### 13. Statement of funds (continued)

#### Statement of funds - prior year

	<i>Balance at 1 September 2017 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 31 August 2018 £</i>
<b>Unrestricted funds</b>				
General Funds - all funds	<u>12,715,575</u>	<u>4,445,061</u>	<u>(4,364,446)</u>	<u>12,796,190</u>
<b>Restricted funds</b>				
Restricted Funds - all funds	<u>3,699,166</u>	<u>-</u>	<u>-</u>	<u>3,699,166</u>
<b>Total of funds</b>	<u><u>16,414,741</u></u>	<u><u>4,445,061</u></u>	<u><u>(4,364,446)</u></u>	<u><u>16,495,356</u></u>

### 14. Analysis of net assets between funds

#### Analysis of net assets between funds - current year

	<b>Unrestricted funds 2019 £</b>	<b>Restricted funds 2019 £</b>	<b>Total funds 2019 £</b>
Tangible fixed assets	13,994,471	3,684,960	17,679,431
Current assets	1,072,468	14,206	1,086,674
Creditors due within one year	(738,526)	-	(738,526)
Creditors due in more than one year	(1,460,591)	-	(1,460,591)
<b>Total</b>	<u><u>12,867,822</u></u>	<u><u>3,699,166</u></u>	<u><u>16,566,988</u></u>



## THE JEWISH SECONDARY SCHOOLS MOVEMENT

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2019

#### 14. Analysis of net assets between funds (continued)

##### Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2018 £</i>	<i>Restricted funds 2018 £</i>	<i>Total funds 2018 £</i>
Tangible fixed assets	14,011,047	3,671,160	17,682,207
Current assets	1,560,961	28,006	1,588,967
Creditors due within one year	(1,247,852)	-	(1,247,852)
Creditors due in more than one year	(1,527,966)	-	(1,527,966)
<b>Total</b>	<b>12,796,190</b>	<b>3,699,166</b>	<b>16,495,356</b>

#### 15. Reconciliation of net movement in funds to net cash flow from operating activities

	<b>Group 2019 £</b>	<i>Group 2018 £</i>
Net income for the year (as per Statement of Financial Activities)	<b>71,632</b>	80,615
<b>Adjustments for:</b>		
Depreciation charges	<b>25,721</b>	15,493
Dividends, interests and rents from investments	<b>34,398</b>	47,246
Decrease in debtors	<b>199,578</b>	188,755
Increase/(decrease) in creditors	<b>(509,326)</b>	195,380
<b>Net cash provided by/(used in) operating activities</b>	<b>(177,997)</b>	527,489

#### 16. Analysis of cash and cash equivalents

	<b>Group 2019 £</b>	<i>Group 2018 £</i>
Cash in hand	<b>923,278</b>	1,225,993
<b>Total cash and cash equivalents</b>	<b>923,278</b>	1,225,993

## **THE JEWISH SECONDARY SCHOOLS MOVEMENT**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2019**

#### **17. Related party transactions**

a) No directors of the trustee company received any remuneration or expenses during the year.

b) During the year the group made donations of £4,446,498 (2018: £3,755,480) to Hasmonean High School, a connected charitable company. At the year end, a balance of £641,528 (2018: £1,051,005) was owed to Hasmonean High School. Hasmonean High School occupies premises owned by The Jewish Secondary Schools Movement rent free.