

BROUGHTON JEWISH CASSEL FOX

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BROUGHTON JEWISH CASSEL FOX (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

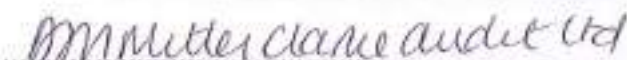
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the governors.
- Identify and test journal entries, in particular any journal entries posting with unusual account combinations.
- Conclude on the appropriateness of the governors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation (ie. gives a true and fair view).

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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 charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 auditor's 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 the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Candice Beynon FCCA (Senior Statutory Auditor)
for and on behalf of DJH Mitten Clarke Audit Limited
Chartered Accountants

Statutory Auditor

Bridge House

Ashley Road

Hale

Altrincham

WA14 2UT

Date: 19/12/2023

BROUGHTON JEWISH CASSEL FOX

INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO BROUGHTON JEWISH CASSEL FOX AND THE EDUCATION AND SKILLS FUNDING AGENCY

FOR THE YEAR ENDED 31 AUGUST 2023

In accordance with the terms of our engagement letter dated 2 October 2023 and further to the requirements of the Education and Skills Funding Agency (ESFA) as included in the Academies Accounts Direction 2022 to 2023, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by Broughton Jewish Cassel Fox during the period 1 September 2022 to 31 August 2023 have been applied to the purposes identified by Parliament and the financial transactions conform to the authorities which govern them.

This report is made solely to Broughton Jewish Cassel Fox and ESFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to the Broughton Jewish Cassel Fox and ESFA those matters we are required to state in a report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Broughton Jewish Cassel Fox and ESFA, for our work, for this report, or for the conclusion we have formed.

Respective responsibilities of Broughton Jewish Cassel Fox's accounting officer and the reporting accountant

The accounting officer is responsible, under the requirements of Broughton Jewish Cassel Fox's funding agreement with the Secretary of State for Education dated 25 February 2011 and the Academy Trust Handbook, extant from 1 September 2022, for ensuring that expenditure disbursed and income received is applied for the purposes intended by Parliament and the financial transactions conform to the authorities which govern them.

Our responsibilities for this engagement are established in the United Kingdom by our profession's ethical guidance, and are to obtain limited assurance and report in accordance with our engagement letter and the requirements of the Academies Accounts Direction 2022 to 2023. We report to you whether anything has come to our attention in carrying out our work which suggests that in all material respects, expenditure disbursed and income received during the period 1 September 2022 to 31 August 2023 have not been applied to purposes intended by Parliament or that the financial transactions do not conform to the authorities which govern them.

Approach

We conducted our engagement in accordance with the Framework and Guide for External Auditors and Reporting Accountant of Academy Trusts issued by ESFA. We performed a limited assurance engagement as defined in our engagement letter.

The objective of a limited assurance engagement is to perform such procedures as to obtain information and explanations in order to provide us with sufficient appropriate evidence to express a negative conclusion on regularity.

A limited assurance engagement is more limited in scope than a reasonable assurance engagement and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in a reasonable assurance engagement. Accordingly, we do not express a positive opinion.

Our engagement includes examination, on a test basis, of evidence relevant to the regularity and propriety of the academy trust's income and expenditure.

BROUGHTON JEWISH CASSEL FOX

INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO BROUGHTON JEWISH CASSEL FOX AND THE EDUCATION AND SKILLS FUNDING AGENCY (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

The work undertaken to draw to our conclusion includes:

- We have confirmed that the activities conform to the academy trust's framework of authorities. As identified by review of minutes, management accounts, discussion with the accounting officer and other key management personnel.
- We have carried out an analytical review as part of the consideration of whether general activities of the academy trust are within the academy trust's framework of authorities.
- We have considered the evidence supporting the accounting officer's statement on regularity, propriety and compliance and have evaluated the general control environment of the academy trust and extended the procedures required for financial statements to include regularity.
- We have assessed and tested a sample of the specific control activities over regularity of a particular activity. In performing sample testing of expenditure, we have considered whether the activity is permissible within the academy trust's framework of authorities. We confirm that each item tested has been appropriately authorised in accordance with the academy trust's delegated authorities and that the internal delegations have been approved by the board of governors, and conform to the limits set by the Department for Education.
- Formal representations have been obtained from the board of governors and the accounting officer acknowledging their responsibilities including disclosing all non-compliance with laws and regulations specific to the authorising framework, access to accounting records, provision of information and explanations, and other matters where direct evidence is not available.
- In performing sample testing of expenditure, we have reviewed against specific terms of grant funding within the funding agreement. We have reviewed the list of suppliers and have considered whether supplies are from related parties and have reviewed minutes for evidence of declaration of interest, and whether or not there was involvement in the decision to order from this supplier.
- We have performed sample testing of other income and tested whether activities are permitted within the academy trust's charitable objects.

Conclusion

In the course of our work, except for the matters listed below, nothing has come to our attention which suggests that in all material respects the expenditure disbursed and income received during the period 1 September 2022 to 31 August 2023 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.

A related party transaction took place in the period which was not declared to the ESFA in advance of the transaction occurring, as required by the Academy Trust Handbook 2022.

Material values of invoices were not accounted for in a timely manner. Due to the delay in processing the invoices, debt recovery letters were sent to the trust. Procurement controls and financial planning principles were not adhered to, as required by the Academy Trust Handbook 2022.

DJH Mitten Clarke Audit Ltd
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DJH Mitten Clarke Audit Limited
Reporting Accountant

Date: *19/12/2023*
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BROUGHTON JEWISH CASSEL FOX

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT AND STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

FOR THE YEAR ENDED 31 AUGUST 2023

	Notes	Unrestricted funds £'000	Restricted funds: General £'000	Fixed asset £'000	Total 2023 £'000	Total 2022 £'000
Income and endowments from:						
Donations and capital grants	3	10	161	419	590	386
Charitable activities:						
- Funding for educational operations	4	-	2,417	-	2,417	2,091
Other trading activities	5	174	-	-	174	160
Total		<u>184</u>	<u>2,578</u>	<u>419</u>	<u>3,181</u>	<u>2,637</u>
Expenditure on:						
Raising funds	6	-	119	-	119	120
Charitable activities:						
- Educational operations	7	236	2,435	157	2,828	2,844
Total	6	<u>236</u>	<u>2,554</u>	<u>157</u>	<u>2,947</u>	<u>2,964</u>
Net income/(expenditure)		(52)	24	262	234	(327)
Transfers between funds	16	-	(59)	59	-	-
Other recognised gains/(losses)						
Actuarial (losses)/gains on defined benefit pension schemes	18	-	(15)	-	(15)	1,199
Net movement in funds		<u>(52)</u>	<u>(50)</u>	<u>321</u>	<u>219</u>	<u>872</u>
Reconciliation of funds						
Total funds brought forward		58	50	4,455	4,563	3,691
Total funds carried forward		<u>6</u>	<u>-</u>	<u>4,776</u>	<u>4,782</u>	<u>4,563</u>

BROUGHTON JEWISH CASSEL FOX

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT AND STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

Comparative year information Year ended 31 August 2022	Notes	Unrestricted	Restricted funds:		Total
		funds	General	Fixed asset	2022
		£'000	£'000	£'000	£'000
Income and endowments from:					
Donations and capital grants	3	113	166	107	386
Charitable activities:					
- Funding for educational operations	4	-	2,091	-	2,091
Other trading activities	5	160	-	-	160
Total		<u>273</u>	<u>2,257</u>	<u>107</u>	<u>2,637</u>
Expenditure on:					
Raising funds	6	-	120	-	120
Charitable activities:					
- Educational operations	7	366	2,362	116	2,844
Total	6	<u>366</u>	<u>2,482</u>	<u>116</u>	<u>2,964</u>
Net expenditure		(93)	(225)	(9)	(327)
Other recognised gains/(losses)					
Actuarial gains on defined benefit pension schemes	18	-	1,199	-	1,199
Net movement in funds		(93)	974	(9)	872
Reconciliation of funds					
Total funds brought forward		151	(924)	4,464	3,691
Total funds carried forward		<u>58</u>	<u>50</u>	<u>4,455</u>	<u>4,563</u>

BROUGHTON JEWISH CASSEL FOX

BALANCE SHEET

AS AT 31 AUGUST 2023

	Notes	2023 £'000	£'000	2022 £'000	£'000
Fixed assets					
Tangible assets	11		4,543		4,441
Current assets					
Debtors	12	219		80	
Cash at bank and in hand		582		189	
		<u>801</u>		<u>269</u>	
Current liabilities					
Creditors: amounts falling due within one year	13	(516)		(197)	
Net current assets			<u>285</u>		<u>72</u>
Total assets less current liabilities			<u>4,828</u>		<u>4,513</u>
Creditors: amounts falling due after more than one year	14		(46)		-
Net assets excluding pension asset			<u>4,782</u>		<u>4,513</u>
Defined benefit pension scheme asset	18		-		50
Total net assets			<u>4,782</u>		<u>4,563</u>
Funds of the academy trust:					
Restricted funds	16				
- Fixed asset funds			4,776		4,455
- Pension reserve			-		50
Total restricted funds			<u>4,776</u>		<u>4,505</u>
Unrestricted income funds	16		6		58
Total funds			<u>4,782</u>		<u>4,563</u>

The accounts were approved by the governors and authorised for issue on 19/12/23 and are signed on their behalf by:



David Bondt
Chair of the Board of Governors

Company registration number 08133686 (England and Wales)

BROUGHTON JEWISH CASSEL FOX**STATEMENT OF CASH FLOWS****FOR THE YEAR ENDED 31 AUGUST 2023**

	Notes	2023 £'000	2022 £'000
Cash flows from operating activities			
Net cash provided by operating activities	19	264	70
Cash flows from investing activities			
Capital grants from DfE Group		342	9
Capital funding received from sponsors and others		-	98
Purchase of tangible fixed assets		(259)	(95)
Net cash provided by investing activities		83	12
Cash flows from financing activities			
New long term bank loan		46	-
Net cash provided by/(used in) financing activities		46	-
Net increase in cash and cash equivalents in the reporting period		393	82
Cash and cash equivalents at beginning of the year		189	107
Cash and cash equivalents at end of the year		582	189

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2023

1 Accounting policies

Broughton Jewish Cassel Fox is a charitable company. The address of its principal place of business is given on page 1 and the nature of its operations are set out in the governors' report.

A summary of the principal accounting policies adopted (which have been applied consistently, except where noted), judgements and key sources of estimation uncertainty, is set out below.

1.1 Basis of preparation

The accounts of the academy trust, which is a public benefit entity under FRS 102, have been prepared under the historical cost convention in accordance with the Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102), the 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) (Charities SORP (FRS 102)), the Academies Accounts Direction 2022 to 2023 issued by ESFA, the Charities Act 2011 and the Companies Act 2006.

1.2 Going concern

The governors assess whether the use of going concern is appropriate, ie whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the charitable company to continue as a going concern. The governors make this assessment in respect of a period of at least one year from the date of authorisation for issue of the accounts and have concluded that the academy trust has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about the academy trust's ability to continue as a going concern. Thus they continue to adopt the going concern basis of accounting in preparing the accounts.

1.3 Income

All incoming resources are recognised when the academy trust has entitlement to the funds, the receipt is probable and the amount can be measured reliably.

Grants

Grants are included in the 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 meeting any performance-related conditions there is not unconditional entitlement to the income and its recognition is deferred and included in creditors as deferred income until the performance-related conditions are met. Where entitlement occurs before income is received, the income is accrued.

General Annual Grant is recognised in full in the statement of financial activities in the period for which it is receivable, and any abatement in respect of the period is deducted from income and recognised as a liability.

Capital grants are recognised in full when there is an unconditional entitlement to the grant. Unspent amounts of capital grants are reflected in the balance sheet in the restricted fixed asset fund. Capital grants are recognised when there is entitlement and are not deferred over the life of the asset on which they are expended.

Sponsorship income

Sponsorship income provided to the academy trust which amounts to a donation is recognised in the statement of financial activities in the period in which it is receivable (where there are no performance-related conditions), where the receipt is probable and it can be measured reliably.

Donations

Donations are recognised on a receivable basis (where there are no performance-related conditions) where the receipt is probable and the amount can be reliably measured.

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

1 Accounting policies

(Continued)

Other income

Other income, including the hire of facilities, is recognised in the period it is receivable and to the extent the academy trust has provided the goods or services.

Donated goods, facilities and services

Goods donated for resale are included at fair value, being the expected proceeds from sale less the expected costs of sale. If it is practical to assess the fair value at receipt, it is recognised in stock and 'Income from other trading activities'. Upon sale, the value of the stock is charged against 'Income from other trading activities' and the proceeds are recognised as 'Income from other trading activities'. Where it is impractical to fair value the items due to the volume of low value items they are not recognised in the accounts until they are sold. This income is recognised within 'Income from other trading activities'.

Donated fixed assets

Donated fixed assets are measured at fair value unless it is impractical to measure this reliably, in which case the cost of the item to the donor is used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset category and depreciated over the useful economic life in accordance with the academy trust's accounting policies.

1.4 Expenditure

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 are allocated on the portion of the asset's use.

All resources expended are inclusive of irrecoverable VAT.

Expenditure on raising funds

This includes all expenditure incurred by the academy trust to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Charitable activities

These are costs incurred on the academy trust's educational operations, including support costs and costs relating to the governance of the academy trust apportioned to charitable activities.

1.5 Tangible fixed assets and depreciation

Assets costing £1,000 or more are capitalised as tangible fixed assets and are carried at cost, net of depreciation and any provision for impairment.

Where tangible fixed assets have been acquired with the aid of specific grants, either from the government or from the private sector, they are included in the balance sheet at cost and depreciated over their expected useful economic life. Where there are specific conditions attached to the funding that require the continued use of the asset, the related grants are credited to a restricted fixed asset fund in the statement of financial activities and carried forward in the balance sheet. Depreciation on the relevant assets is charged directly to the restricted fixed asset fund in the statement of financial activities. Where tangible fixed assets have been acquired with unrestricted funds, depreciation on such assets is charged to the unrestricted fund.

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

1 Accounting policies

(Continued)

Depreciation is provided on all tangible fixed assets other than freehold land, at rates calculated to write off the cost of each asset on a straight line basis over its expected useful life, as follows:

Freehold land and buildings	None (land), 2% straight-line (buildings)
Freehold improvements	2% straight-line
Assets under construction	Not depreciated until brought into use
Computer equipment	20% straight-line
Fixtures, fittings & equipment	20% straight-line

The land and buildings from which the school operates is owned by Broughton Jewish Primary School (Ohel MosheYit Schok), a registered charity.

Assets in the course of construction are included at cost. Depreciation on these assets is not charged until they are brought into use and reclassified to freehold or leasehold land and buildings.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the statement of financial activities.

1.6 Liabilities

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 academy trust 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.

1.7 Leased assets

Rentals payable under operating leases are charged on a straight-line basis over the period of the lease.

1.8 Financial instruments

The academy trust only holds basic financial instruments as defined in FRS 102. The financial assets and financial liabilities of the academy trust and their measurement basis are as follows.

Financial assets

Trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost. Prepayments are not financial instruments.

Cash at bank is classified as a basic financial instrument and is measured at face value.

Financial liabilities

Trade creditors, accruals and other creditors are financial instruments, and are measured at amortised cost. Taxation and social security are not included in the financial instruments disclosure definition.

Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

1 Accounting policies

(Continued)

1.9 Taxation

The academy trust is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the academy trust is potentially exempt from taxation in respect of income or capital gains received within categories covered by chapter 3 part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

1.10 Pensions benefits

Retirement benefits to employees of the academy trust are provided by the Teachers' Pension Scheme ('TPS') and the Local Government Pension Scheme ('LGPS'). These are defined benefit schemes and the assets are held separately from those of the academy trust.

The TPS is an unfunded scheme and contributions are calculated to spread the cost of pensions over employees' working lives with the academy trust in such a way that the pension cost is a substantially level percentage of current and future pensionable payroll. The contributions are determined by the Government Actuary based on quadrennial valuations using a prospective unit credit method. The TPS is an unfunded multi-employer scheme with no underlying assets to assign between employers. Consequently, the TPS is treated as a defined contribution scheme for accounting purposes and the contributions are recognised in the period to which they relate.

The LGPS is a funded multi-employer scheme and the assets are held separately from those of the academy trust in separate trustee administered funds. Pension scheme assets are measured at fair value and liabilities are measured on an actuarial basis using the projected unit credit method and discounted at a rate equivalent to the current rate of return on a high-quality corporate bond of equivalent term and currency to the liabilities. The actuarial valuations are obtained at least triennially and are updated at each balance sheet date. The amounts charged to net income or expenditure are the current service costs and the costs of scheme introductions, benefit changes, settlements and curtailments. They are included as part of staff costs as incurred. Net interest on the net defined benefit liability/asset is also recognised in the statement of financial activities and comprises the interest cost on the defined benefit obligation and interest income on the scheme assets, calculated by multiplying the fair value of the scheme assets at the beginning of the period by the rate used to discount the benefit obligations. The difference between the interest income on the scheme assets and the actual return on the scheme assets is recognised in other recognised gains and losses. Actuarial gains and losses are recognised immediately in other recognised gains and losses.

1.11 Fund accounting

Unrestricted income funds represent those resources which may be used towards meeting any of the charitable objects of the academy trust at the discretion of the governors.

Restricted fixed asset funds are resources which are to be applied to specific capital purposes imposed by funders where the asset acquired or created is held for a specific purpose.

Restricted general funds comprise all other restricted funds received with restrictions imposed by the funder/donor and include grants from the Education and Skills Funding Agency.

2 Critical accounting estimates and areas of judgement

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

2 Critical accounting estimates and areas of judgement

(Continued)

Critical accounting estimates and assumptions

The academy trust makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions 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 discussed below.

The present value of the Local Government Pension Scheme defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost or income for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 18 will impact the carrying amount of the pension liability. Furthermore, a roll forward approach which projects results from the latest full actuarial valuation performed at 31 March 2019 has been used by the actuary in valuing the pensions liability at 31 August 2023. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact on the carrying amount of the pension liability.

3 Donations and capital grants

	Unrestricted funds £'000	Restricted funds £'000	Total 2023 £'000	Total 2022 £'000
Private sponsorship	-	161	161	166
Capital grants	-	419	419	9
Other donations	10	-	10	211
	<u>10</u>	<u>580</u>	<u>590</u>	<u>386</u>

4 Funding for the academy trust's educational operations

	Unrestricted funds £'000	Restricted funds £'000	Total 2023 £'000	Total 2022 £'000
DfE/ESFA grants				
General annual grant (GAG)	-	1,666	1,666	1,718
Other DfE/ESFA grants:				
- UIFSM	-	62	62	60
- Pupil premium	-	43	43	38
- Supplementary grant	-	66	66	-
- Others	-	35	35	60
	<u>-</u>	<u>1,872</u>	<u>1,872</u>	<u>1,876</u>
Other government grants				
Local authority grants	-	545	545	215
	<u>-</u>	<u>545</u>	<u>545</u>	<u>215</u>
Total funding	<u>-</u>	<u>2,417</u>	<u>2,417</u>	<u>2,091</u>

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

4 Funding for the academy trust's educational operations (Continued)

The academy trust received £545,000 (2022: £215,000) from the local authority in the year, composed of £332,000 (2022: £40,000) in funding for special educational needs, and £208,000 (2022: £175,000) in early years funding, and £5,000 (2022: £Nil) in other grants.

There were no unfulfilled conditions or other contingencies relating to the grants in the year.

5 Other trading activities

	Unrestricted funds £'000	Restricted funds £'000	Total 2023 £'000	Total 2022 £'000
Other school activities	81	-	81	36
Catering income	64	-	64	85
Hire of facilities	-	-	-	12
Parental contributions	29	-	29	27
	<u>174</u>	<u>-</u>	<u>174</u>	<u>160</u>

6 Expenditure

	Staff costs £'000	Non-pay expenditure		Total 2023 £'000	Total 2022 £'000
		Premises £'000	Other £'000		
Expenditure on raising funds					
- Direct costs	-	-	119	119	120
Academy's educational operations					
- Direct costs	1,289	-	80	1,369	1,435
- Allocated support costs	833	442	184	1,459	1,409
	<u>2,122</u>	<u>442</u>	<u>383</u>	<u>2,947</u>	<u>2,964</u>

Net income/(expenditure) for the year includes:

	2023 £'000	2022 £'000
Operating lease rentals	41	36
Depreciation of tangible fixed assets	157	116
Fees payable to auditor for:		
- Audit	7	7
- Other services	2	1
Net interest on defined benefit pension liability	<u>(2)</u>	<u>17</u>

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

7 Charitable activities

	Unrestricted funds £'000	Restricted funds £'000	Total 2023 £'000	Total 2022 £'000
Direct costs				
Educational operations	236	1,133	1,369	1,435
Support costs				
Educational operations	-	1,459	1,459	1,409
	<u>236</u>	<u>2,592</u>	<u>2,828</u>	<u>2,844</u>
Analysis of costs			2023	2022
			£'000	£'000
Direct costs				
Teaching and educational support staff costs			1,289	1,340
Staff development			-	1
Technology costs			2	15
Educational supplies and services			45	46
Other direct costs			33	33
			<u>1,369</u>	<u>1,435</u>
Support costs				
Support staff costs			856	901
Depreciation			157	116
Technology costs			17	24
Recruitment and support			25	23
Maintenance of premises and equipment			73	78
Cleaning			67	61
Energy costs			56	45
Rent, rates and other occupancy costs			31	22
Insurance			9	9
Security and transport			49	49
Interest on defined benefit pension scheme			(2)	17
Other support costs			107	57
Governance costs			14	7
			<u>1,459</u>	<u>1,409</u>

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

8 Staff

Staff costs

Staff costs during the year were:

	2023 £'000	2022 £'000
Wages and salaries	1,607	1,574
Social security costs	145	136
Pension costs	354	500
	<u>2,106</u>	<u>2,210</u>
Staff costs - employees	2,106	2,210
Agency staff costs	16	15
	<u>2,122</u>	<u>2,225</u>
Staff development and other staff costs	23	17
	<u>2,145</u>	<u>2,242</u>
Total staff expenditure	<u>2,145</u>	<u>2,242</u>

Staff numbers

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

	2023 Number	2022 Number
Teachers	22	26
Administration and support	41	37
Management	4	6
	<u>67</u>	<u>68</u>

Higher paid staff

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

	2023 Number	2022 Number
£60,001-£70,000	<u>2</u>	<u>1</u>

Key management personnel

The key management personnel of the academy trust comprise the governors and the senior management team as listed on page 1. The total amount of employee benefits (including employer pension contributions and employer national insurance contributions) received by key management personnel for their services to the academy trust was £308,000 (2022: £258,000).

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

9 Governors' remuneration and expenses

(Continued)

One or more of the governors has been paid remuneration or has received other benefits from an employment with the Academy Trust. The principal and other staff governors only receive remuneration in respect of services they provide undertaking the roles of principal and staff members under their contracts of employment, and not in respect of their services as governors.

The value of governors' and other benefits was as follows:

Mr Y Pearlman	
Remuneration:	£65,001 - £70,000 (2022: £60,001 - £65,000)
Employers' pension contributions:	£15,001 - £20,000 (2022: £15,001 - £20,000)
Miss N Taylor	
Remuneration:	£60,001 - £65,000 (2022: £55,001 - £60,000)
Employers' pension contributions:	£10,001 - £15,000 (2022: £10,001 - £15,000)
Mrs C Davies	
Remuneration:	£40,001 - 45,000 (2022: £40,001 - £45,000)
Employers' pension contributions:	£10,001 - £15,000 (2022: £5,001 - £10,000)

During the year, there were no travel and subsistence expenses reimbursed or paid directly to the governors (2022: £nil).

Other related party transactions involving the governors are set out within the related parties note.

10 Governors' and officers' insurance

The academy trust has opted into the Department for Education's Risk Protection Arrangement (RPA), an alternative to insurance where UK government funds cover losses that arise. This scheme protects governors and officers from claims arising from negligent acts, errors or omissions occurring whilst on academy trust business, and provides cover up to £10,000,000. It is not possible to quantify the governors and officers indemnity element from the overall cost of the RPA scheme.

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

11 Tangible fixed assets

	Freehold land & buildings £'000	Freehold improvements £'000	Assets under construction £'000	Computer equipment £'000	Fixtures, fittings & equipment £'000	Total £'000
Cost						
At 1 September 2022	3,765	1,554	72	101	228	5,720
Transfer	-	72	(72)	-	-	-
Additions	-	187	-	-	72	259
At 31 August 2023	<u>3,765</u>	<u>1,813</u>	<u>-</u>	<u>101</u>	<u>300</u>	<u>5,979</u>
Depreciation						
At 1 September 2022	752	231	-	91	205	1,279
Charge for the year	76	59	-	4	19	157
At 31 August 2023	<u>828</u>	<u>289</u>	<u>-</u>	<u>95</u>	<u>224</u>	<u>1,436</u>
Net book value						
At 31 August 2023	<u>2,937</u>	<u>1,524</u>	<u>-</u>	<u>6</u>	<u>76</u>	<u>4,543</u>
At 31 August 2022	<u>3,013</u>	<u>1,323</u>	<u>72</u>	<u>10</u>	<u>23</u>	<u>4,441</u>

12 Debtors

	2023 £'000	2022 £'000
VAT recoverable	10	16
Prepayments and accrued income	209	64
	<u>219</u>	<u>80</u>

13 Creditors: amounts falling due within one year

	2023 £'000	2022 £'000
Trade creditors	353	79
Other taxation and social security	37	87
Other creditors	37	-
Accruals and deferred income	89	51
	<u>516</u>	<u>197</u>

14 Creditors: amounts falling due after more than one year

	2023 £'000	2022 £'000
Government loans	46	-

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

14 Creditors: amounts falling due after more than one year (Continued)

	2023	2022
	£'000	£'000
Analysis of loans		
Wholly repayable within five years	46	-
Less: included in current liabilities	-	-
	<u>46</u>	<u>-</u>
Amounts included above	<u>46</u>	<u>-</u>
Loan maturity		
Due in more than one year but not more than two years	22	-
Due in more than two years but not more than five years	24	-
	<u>46</u>	<u>-</u>

At the balance sheet date, the academy had the following loans:

A CIF loan of £45,681 received in the year, in relation to CIF funding received for projects undertaken in the year, which is due to be repaid in monthly instalments until August 2026 with the first payment scheduled to be made in September 2024.

15 Deferred income

	2023	2022
	£'000	£'000
Deferred income is included within:		
Creditors due within one year	<u>38</u>	<u>38</u>
Deferred income at 1 September 2022	38	35
Released from previous years	(38)	(35)
Resources deferred in the year	<u>38</u>	<u>38</u>
Deferred income at 31 August 2023	<u>38</u>	<u>38</u>

At the balance sheet date, the academy trust was holding funds received in advance for the following purposes:

- Universal Infant Free School Meals grant received in advance - £38,000 (2022: £38,000).

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

16 Funds

	Balance at 1 September 2022 £'000	Income £'000	Expenditure £'000	Gains, losses and transfers £'000	Balance at 31 August 2023 £'000
Restricted general funds					
General Annual Grant (GAG)	-	1,666	(1,607)	(59)	-
UIFSM	-	62	(62)	-	-
Pupil premium	-	43	(43)	-	-
Other DfE/ESFA grants	-	101	(101)	-	-
Other government grants	-	545	(545)	-	-
Other restricted funds	-	161	(161)	-	-
Pension reserve	50	-	(35)	(15)	-
	<u>50</u>	<u>2,578</u>	<u>(2,554)</u>	<u>(74)</u>	<u>-</u>
Restricted fixed asset funds					
Inherited on conversion	3,072	-	(75)	-	2,997
DfE group capital grants	522	419	(61)	-	880
Capital expenditure from GAG	336	-	(9)	59	386
Private sector capital sponsorship	525	-	(12)	-	513
	<u>4,455</u>	<u>419</u>	<u>(157)</u>	<u>59</u>	<u>4,776</u>
Total restricted funds	<u>4,505</u>	<u>2,997</u>	<u>(2,711)</u>	<u>(15)</u>	<u>4,776</u>
Unrestricted funds					
General funds	<u>58</u>	<u>184</u>	<u>(236)</u>	<u>-</u>	<u>6</u>
Total funds	<u>4,563</u>	<u>3,181</u>	<u>(2,947)</u>	<u>(15)</u>	<u>4,782</u>

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

16 Funds

(Continued)

The specific purposes for which the funds are to be applied are as follows:

Restricted general funds are those resources that have been designated restricted by the grant provider in meeting the objects of the academy and are restricted to both the day to day running of the academy and capital expenditure.

The pension value as at 31 August 2023 has been determined by the actuary which is showing the academy trust as having a pension asset as at 31 August 2023. In accordance with applicable accounting standards, the asset value has been capped at an asset ceiling value of £nil on the basis that the academy trust has minimum funding requirements existing for future service. Although a pension asset is arising, this does not create an immediately realisable asset that can be expended for the specific purposes of the pension fund.

Restricted fixed asset funds are those funds relating to the long term assets of the academy used in delivering the objects of the academy. The transfer of £59,000 General Annual Grant within the restricted general fund to the restricted fixed asset funds is to meet the cost of fixed asset additions for which there was no specific capital funding in the year. The restricted fixed asset fund represents the net book value of fixed assets of £4,543,000 plus unspent capital grant income of £233,000.

Unrestricted funds are funds which the board of governors may use in the pursuance of the academy's objects and are expendable at the discretion of the governors.

Under the funding agreement with the Secretary of State, the academy trust was not subject to a limit on the amount of GAG that it could carry forward at 31 August 2023.

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

16 Funds

(Continued)

Comparative information in respect of the preceding period is as follows:

	Balance at 1 September 2021 £'000	Income £'000	Expenditure £'000	Gains, losses and transfers £'000	Balance at 31 August 2022 £'000
Restricted general funds					
General Annual Grant (GAG)	-	1,718	(1,718)	-	-
UIFSM	-	60	(60)	-	-
Pupil premium	-	38	(38)	-	-
Other DfE/ESFA grants	-	60	(60)	-	-
Other government grants	-	215	(215)	-	-
Other restricted funds	-	166	(166)	-	-
Pension reserve	(924)	-	(225)	1,199	50
	<u>(924)</u>	<u>2,257</u>	<u>(2,482)</u>	<u>1,199</u>	<u>50</u>
Restricted fixed asset funds					
Inherited on conversion	3,152	-	(80)	-	3,072
DfE group capital grants	526	9	(13)	-	522
Capital expenditure from GAG	345	-	(9)	-	336
Private sector capital sponsorship	441	98	(14)	-	525
	<u>4,464</u>	<u>107</u>	<u>(116)</u>	<u>-</u>	<u>4,455</u>
Total restricted funds	<u>3,540</u>	<u>2,364</u>	<u>(2,598)</u>	<u>1,199</u>	<u>4,505</u>
Unrestricted funds					
General funds	<u>151</u>	<u>273</u>	<u>(366)</u>	<u>-</u>	<u>58</u>
Total funds	<u>3,691</u>	<u>2,637</u>	<u>(2,964)</u>	<u>1,199</u>	<u>4,563</u>

17 Analysis of net assets between funds

	Unrestricted Funds £'000	Restricted funds: General £'000	Fixed asset £'000	Total Funds £'000
Fund balances at 31 August 2023 are represented by:				
Tangible fixed assets	-	-	4,543	4,543
Current assets	6	562	233	801
Current liabilities	-	(516)	-	(516)
Non-current liabilities	-	(46)	-	(46)
Total net assets	<u>6</u>	<u>-</u>	<u>4,776</u>	<u>4,782</u>

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

17 Analysis of net assets between funds

(Continued)

	Unrestricted Funds £'000	Restricted funds: General £'000	Fixed asset £'000	Total Funds £'000
Fund balances at 31 August 2022 are represented by:				
Tangible fixed assets	-	-	4,441	4,441
Current assets	255	-	14	269
Current liabilities	(197)	-	-	(197)
Pension scheme asset	-	50	-	50
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total net assets	<u>58</u>	<u>50</u>	<u>4,455</u>	<u>4,563</u>

18 Pension and similar obligations

The academy trust's employees belong to two principal pension schemes: the Teachers' Pension Scheme England and Wales (TPS) for academic and related staff; and the Local Government Pension Scheme (LGPS) for non-teaching staff, which is managed by Greater Manchester Pension Fund. Both are multi-employer defined benefit schemes.

The latest actuarial valuation of the TPS related to the period ended 31 March 2016, and that of the LGPS related to the period ended 31 March 2019.

Contributions amounting to £38,000 were payable to the schemes at 31 August 2023 (2022: £10,000) and are included within creditors.

Teachers' Pension Scheme

Introduction

The Teachers' Pension Scheme (TPS) is a statutory, contributory, defined benefit scheme, governed by the Teachers' Pension Scheme Regulations 2014. Membership is automatic for teachers in academy trusts. All teachers have the option to opt out of the TPS following enrolment.

The TPS is an unfunded scheme to which both the member and employer makes contributions, as a percentage of salary. These contributions are credited to the Exchequer. Retirement and other pension benefits are paid by public funds provided by Parliament.

Valuation of the Teachers' Pension Scheme

The Government Actuary, using normal actuarial principles, conducts a formal actuarial review of the TPS in accordance with the Public Service Pensions (Valuations and Employer Cost Cap) Directions 2014 published by HM Treasury every 4 years. The aim of the review is to specify the level of future contributions. Actuarial scheme valuations are dependent on assumptions about the value of future costs, design of benefits and many other factors. The latest actuarial valuation of the TPS was carried out as at 31 March 2016. The valuation report was published by the Department for Education on 5 March 2019.

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

18 Pension and similar obligations

(Continued)

The key elements of the valuation and subsequent consultation are:

- employer contribution rates set at 23.68% of pensionable pay (including a 0.08% employer administration charge)
- total scheme liabilities (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £218,100 million, and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £196,100 million giving a notional past service deficit of £22,000 million
- the SCAPE rate, set by HMT, is used to determine the notional investment return. The current SCAPE rate is 2.4% above the rate of CPI. The assumed real rate of return is 2.4% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 2.2%. The assumed nominal rate of return including earnings growth is 4.45%.

The next valuation result is due to be implemented from 1 April 2024.

The employer's pension costs paid to the TPS in the period amounted to £220,000 (2022: £201,000)

A copy of the valuation report and supporting documentation is on the Teachers' Pensions website.

Under the definitions set out in FRS 102, the TPS is an unfunded multi-employer pension scheme. The academy trust has accounted for its contributions to the scheme as if it were a defined contribution scheme. The academy trust has set out above the information available on the scheme.

Local Government Pension Scheme

The LGPS is a funded defined benefit pension scheme, with the assets held in separate trustee-administered funds. The total contributions are as noted below. The agreed contribution rates for future years are 18.7% for employers and between 5.5% and 12.5% for employees.

Parliament has agreed, at the request of the Secretary of State for Education, to a guarantee that, in the event of academy closure, outstanding Local Government Pension Scheme liabilities would be met by the Department for Education. The guarantee came into force on 18 July 2013 and on 21 July 2022, the Department for Education reaffirmed its commitment to the guarantee, with a parliamentary minute published on GOV.UK.

Total contributions made	2023	2022
	£'000	£'000
Employer's contributions	106	90
Employees' contributions	33	28
Total contributions	139	118
	<hr/>	<hr/>
Principal actuarial assumptions	2023	2022
	%	%
Rate of increase in salaries	3.75	3.80
Rate of increase for pensions in payment/inflation	2.95	3.05
Discount rate for scheme liabilities	5.20	4.25
	<hr/>	<hr/>

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

18 Pension and similar obligations

(Continued)

The current mortality assumptions include sufficient allowance for future improvements in mortality rates. The assumed life expectations on retirement age 65 are:

	2023 Years	2022 Years
Retiring today		
- Males	18.4	20.3
- Females	24.0	23.2
Retiring in 20 years		
- Males	21.5	21.6
- Females	25.0	25.1

Scheme liabilities would have been affected by changes in assumptions as follows:

Changes in assumptions at 31 August 2023

	Approximate % increase to employer liability	Approximate monetary amount (£000)
0.1% decrease in Real Discount Rate	2%	31
1 year increase in member life expectancy	4%	50
0.1% increase in the Salary Increase Rate	0%	-
0.1% increase in the Pension Increase Rate	2%	31

The academy trust's share of the assets in the scheme

	2023 Fair value £'000	2022 Fair value £'000
Equities	1,103	980
Bonds	221	199
Cash	126	114
Property	126	128
Total market value of assets	1,576	1,421

The actual return on scheme assets was £37,000 (2022: £18,000).

Amount recognised in the statement of financial activities

	2023 £'000	2022 £'000
Current service cost	143	289
Past service cost	-	9
Interest income	(63)	(22)
Interest cost	61	39
Total operating charge	141	315

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

18 Pension and similar obligations

(Continued)

Changes in the present value of defined benefit obligations	2023 £'000	2022 £'000
At 1 September 2022	1,371	2,231
Current service cost	143	289
Interest cost	61	39
Employee contributions	33	28
Actuarial gain	(11)	(1,203)
Benefits paid	(21)	(22)
Past service cost	-	9
	<u>1,576</u>	<u>1,371</u>
At 31 August 2023	<u>1,576</u>	<u>1,371</u>
Changes in the fair value of the academy trust's share of scheme assets		
	2023 £'000	2022 £'000
At 1 September 2022	1,421	1,307
Interest income	63	22
Actuarial loss	(26)	(4)
Employer contributions	106	90
Employee contributions	33	28
Benefits paid	(21)	(22)
	<u>1,576</u>	<u>1,421</u>
At 31 August 2023	<u>1,576</u>	<u>1,421</u>

The pension value as at 31 August 2023 has been determined by the actuary which is showing the academy trust as having a pension asset as at 31 August 2023. In accordance with applicable accounting standards, the asset value has been capped at an asset ceiling value of £nil on the basis that the academy trust has minimum funding requirements existing for future service. Although a pension asset is arising, this does not create an immediately realisable asset that can be expended for the specific purposes of the pension fund.

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

19 Reconciliation of net income/(expenditure) to net cash flow from operating activities

	Notes	2023 £'000	2022 £'000
Net income/(expenditure) for the reporting period (as per the statement of financial activities)		234	(327)
Adjusted for:			
Capital grants from DfE and other capital income		(419)	(107)
Defined benefit pension costs less contributions payable	18	37	208
Defined benefit pension scheme finance (income)/cost	18	(2)	17
Depreciation of tangible fixed assets		157	116
(Increase)/decrease in debtors		(62)	213
Increase/(decrease) in creditors		319	(50)
Net cash provided by operating activities		<u>264</u>	<u>70</u>

20 Analysis of changes in net funds

	1 September 2022 £'000	Cash flows £'000	31 August 2023 £'000
Cash	189	393	582
Loans falling due after more than one year	-	(46)	(46)
	<u>189</u>	<u>347</u>	<u>536</u>

21 Long-term commitments

Operating leases

At 31 August 2023 the total of the academy trust's future minimum lease payments under non-cancellable operating leases was:

	2023 £'000	2022 £'000
Amounts due within one year	8	26
Amounts due in two and five years	16	6
	<u>24</u>	<u>32</u>

BROUGHTON JEWISH CASSEL FOX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

22 Capital commitments

	2023 £'000	2022 £'000
Expenditure contracted for but not provided in the accounts	233	20

The capital commitment in the current year is in respect of the boiler works funded using the CIF grant in the year. The prior year capital commitment is in respect of improvements to the nursery unit and reception.

23 Related party transactions

Owing to the nature of the academy trust and the composition of the Board of Governors being drawn from local public and private sector organisations, transactions may take place with organisations in which the governors have an interest.

The following related party transactions took place in the financial period.

State Fayre Limited is a company in which Mr J Fagelman (a governor) together with his wife has a 50% interest. The Academy Trust made purchases from State Fayre Limited totalling £5,612 (2022: £12,734) during the period. The balance outstanding at the balance sheet date was £nil (2022: £nil). The full amount of has been provided 'at no more than cost' and State Fayre Limited has provided a statement of assurance confirming this.

During the year Broughton Jewish Primary School (Ohel Moshe Yitschok) a charity in which Rabbis A Jaffe, B Cohen, and D Black are Trustees, donated £90,000 (2022: £183,000) to the school as a contribution towards teachers' salaries and other educational purposes. At the balance sheet date there was £nil outstanding (2022: £nil).

During the year the school received a donation of £nil (2022: £80,000) from BJOF (Broughton Jewish Opportunity Fund.) At the balance sheet date there was £nil outstanding (2022: £nil).

Transactions involving such organisations were found not to have been conducted in accordance with the requirements of the Academies Trust Handbook, including notifying ESFA of all transactions made on or after 1 April 2019 in advance as detailed within the regularity assurance report.

24 Members' liability

Each member of the charitable company undertakes to contribute to the assets of the company in the event of it being wound up while he or she is a member, or within one year after he or she ceases to be a member, such amount as may be required, not exceeding £10.