

Charity Registration No. 1063815

Company Registration No. 3391872 (England and Wales)

KEREM SCHOOLS
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

KEREM SCHOOLS

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	J Taylor Esq A Miller Esq D Lichtenstein Esq S. Leek	(Appointed 11 September 2019)
Secretary	J Sagal	
Charity number	1063815	
Company number	3391872	
Principal address	Norrice Lea London N2 0RE	
Registered office	Norrice Lea London N2 0RE	
Auditor	FSPG 21 Bedford Square London WC1B 3HH	
Bankers	NatWest Bank plc 1175 Finchley Road London NW11 0BE	
	Santander Bridle Road Bootle Merseyside L30 4GB	

KEREM SCHOOLS

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KEREM SCHOOLS

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 AUGUST 2020

The trustees present their report and financial statements for the year ended 31 August 2020.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's Memorandum and Articles of Association, the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The company was founded in June 1997 to take over the operation of a kindergarten (Kerem House) and a primary school known as "Kerem Schools", an orthodox Jewish day school. It commenced its operation on 1 September 1997 when it acquired the assets and liabilities of the Trust which had previously operated the Kerem Schools.

The principal activity of the company is providing education at primary level.

The promotion and development of a balanced orthodox education for Jewish children is the keystone of the charity.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

The net income/(expenditure) or net movements of funds of the charity was £(224,283) (2019 - £(83,811)), details of which are given in the attached financial statements.

Financial review

The accounts of the company are attached. The school continues to operate well with mostly full classes and expenses under control.

The governors are responsible for the management of risks faced by the school. The governors routinely consider any perceived risks faced by the school and are assisted in this by the head and other key members of the schools senior management team. Key controls used to identify and control risks during the year include:

- Formal agenda items for governors committee meetings
- Established organisational structure and lines of reporting
- Maintaining appropriate insurance
- Regular review of budgets against actual performance
- Comprehensive strategic planning, budgeting and management accounting

Throughout the process the trustees are satisfied that major risks are identified.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

The reserves policy of the school is driven by the need to ensure the ability to continue providing education to the pupils. Reports following recent regulatory inspections have been excellent. The trustees continue to be fortified in the knowledge that Kerem Schools offer high quality education in a stimulating modern environment.

KEREM SCHOOLS

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2020

Structure, governance and management

The charity is a company limited by guarantee, Charity Registration number 1063815.

The school was run during the year by an excellent team of teachers led by Naomi Simon.

The company and its school are administered by its board of trustees and various sub-committees including the board of governors. The major risks to which the charity is exposed have been reviewed by the trustees and systems are in place to minimise these risks.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

J Taylor Esq

D Wolfson Esq

(Resigned 23 December 2020)

A Miller Esq

D Lichtenstein Esq

S. Leek

(Appointed 11 September 2019)

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The trustees meet on a regular basis. They work with subcommittees which are set up to address and advise on specific issues. All new trustees are subject to a recruitment and induction process and are selected with a view to ensuring that the board has an appropriate balance of experience relevant to Kerem Schools strategic and operational requirements.

Auditor

The auditor, FSPG, is deemed to be reappointed under section 487(2) of the Companies Act 2006.

Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The trustees' report was approved by the Board of Trustees.

S. Leek

Trustee

Dated: 20 May 2021



KEREM SCHOOLS

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 AUGUST 2020

The trustees, who are also the directors of Kerem Schools for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

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

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

KEREM SCHOOLS

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KEREM SCHOOLS

Opinion

We have audited the financial statements of Kerem Schools (the 'charity') for the year ended 31 August 2020 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2020 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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 trustees' 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 charity'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.

Other information

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

KEREM SCHOOLS

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF KEREM SCHOOLS

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' Report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees 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 trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

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

KEREM SCHOOLS

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF KEREM SCHOOLS

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 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 the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



**David Tropp (Senior Statutory Auditor)
for and on behalf of FSPG**

20 May 2021

**Chartered Accountants
Statutory Auditor**

21 Bedford Square
London
WC1B 3HH

KEREM SCHOOLS

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2020

		Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £
	Notes						
Income from:							
Donations and grants	3	177,425	56,842	234,267	4,895	-	4,895
Income from charitable activities	4	1,804,215	-	1,804,215	1,909,361	-	1,909,361
Income from investments	5	3,521	-	3,521	4,633	-	4,633
Total income		<u>1,985,161</u>	<u>56,842</u>	<u>2,042,003</u>	<u>1,918,889</u>	<u>-</u>	<u>1,918,889</u>
Expenditure on:							
Charitable activities	6	2,203,882	62,404	2,266,286	2,002,700	-	2,002,700
Net expenditure for the year/ Net movement in funds		<u>(218,721)</u>	<u>(5,562)</u>	<u>(224,283)</u>	<u>(83,811)</u>	<u>-</u>	<u>(83,811)</u>
Fund balances at 1 September 2019		<u>946,952</u>	<u>8,845</u>	<u>955,797</u>	<u>1,030,763</u>	<u>8,845</u>	<u>1,039,608</u>
Fund balances at 31 August 2020		<u><u>728,231</u></u>	<u><u>3,283</u></u>	<u><u>731,514</u></u>	<u><u>946,952</u></u>	<u><u>8,845</u></u>	<u><u>955,797</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

KEREM SCHOOLS

BALANCE SHEET

AS AT 31 AUGUST 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Tangible assets	9		15,500		21,500
Current assets					
Debtors	10	472,548		590,262	
Cash at bank and in hand		1,206,477		1,512,091	
		1,679,025		2,102,353	
Creditors: amounts falling due within one year	11	(669,696)		(903,671)	
Net current assets			1,009,329		1,198,682
Total assets less current liabilities			1,024,829		1,220,182
Creditors: amounts falling due after more than one year	12		(293,315)		(264,385)
Net assets			731,514		955,797
Income funds					
Restricted funds	13	3,283		8,845	
Unrestricted funds		728,231		946,952	
		731,514		955,797	

The financial statements were approved by the Trustees on 20 May 2021

S. Leek
Trustee

Company Registration No. 3391872

S. Leek

KEREM SCHOOLS

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST 2020

	Notes	2020 £	£	2019 £	£
Cash flows from operating activities					
Cash absorbed by operations	16		(309,135)		(69,515)
Investing activities					
Interest received		3,521		4,633	
Net cash generated from investing activities			3,521		4,633
Net cash used in financing activities			-		-
Net decrease in cash and cash equivalents			(305,614)		(64,882)
Cash and cash equivalents at beginning of year			1,512,091		1,576,973
Cash and cash equivalents at end of year			1,206,477		1,512,091

KEREM SCHOOLS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2020

1 Accounting policies

Charity information

Kerem Schools is a private company limited by guarantee incorporated in England and Wales. The registered office is Norrice Lea, London, N2 0RE.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's Memorandum and Articles of Association, the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

1.5 Expenditure

Resources expended are accounted for an accrual basis and included attributable VAT which cannot be recovered. All costs have been directly attributable to one of the functional categories of the resources expended in the statement of financial statements.

Governance costs relate to compliance with constitutional and statutory requirements of the charity.

KEREM SCHOOLS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

1 Accounting policies

(Continued)

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold property and improvements	over lease term
Equipment & computers	20% - 30% per annum straight line basis
Furniture & fittings	over 7 years
Motor vehicles	25% per annum on reducing basis

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

KEREM SCHOOLS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

KEREM SCHOOLS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

3 Donations and grants

	Unrestricted funds	Restricted funds	Total	Unrestricted funds
	2020 £	2020 £	2020 £	2019 £
Donations and gifts	18,682	56,842	75,524	4,895
Job retention scheme grant	158,743	-	158,743	-
	<u>177,425</u>	<u>56,842</u>	<u>234,267</u>	<u>4,895</u>

4 Income from charitable activities

	School fees and other income (all unrestricted) 2020 £	School fees and other income (all unrestricted) 2019 £
School fees and other income	<u>1,804,215</u>	<u>1,909,361</u>

5 Income from investments

	Unrestricted funds 2020 £	Unrestricted funds 2019 £
Interest receivable	<u>3,521</u>	<u>4,633</u>

KEREM SCHOOLS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2020

6 Charitable activities

	2020 £	2019 £
Staff costs	1,687,664	1,523,712
Depreciation	6,000	6,000
Teaching	167,572	96,787
Training	13,915	16,861
Catering	92,992	136,763
Legal & Professional fees	13,466	17,930
Premises	265,998	178,570
General administrative expenses	12,479	22,277
Governance	6,200	3,800
	<u>2,266,286</u>	<u>2,002,700</u>
	<u>2,266,286</u>	<u>2,002,700</u>
For the year ended 31 August 2020		
Analysis by fund		
Unrestricted funds	2,203,882	
Restricted funds	62,404	
	<u>2,266,286</u>	
For the year ended 31 August 2019		
Analysis by fund		
Unrestricted funds		2,002,700
		<u>2,002,700</u>

Governance costs includes payments to the auditors of £5,400 (2019 - £3,000) for audit fees

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration or expenses during the year.

KEREM SCHOOLS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2020

8 Employees

Number of employees

The average monthly number of employees during the year was:

	2020 Number	2019 Number
School	50	48

Employment costs

	2020 £	2019 £
Wages and salaries	1,369,140	1,240,774
Social security costs	110,908	128,761
Other pension costs	207,616	154,177
	<u>1,687,664</u>	<u>1,523,712</u>

The number of employees whose annual remuneration was £60,000 or more were:

	2020 Number	2019 Number
£60,000 - £70,000	-	1
£70,001 - £90,000	1	-
£150,001 - £160,000	-	1

Contributions totalling £8,986 (2019 - £24,256) were made to defined contribution pension schemes on behalf of employees whose emoluments exceed £60,000.

Of the employees whose emoluments exceed £60,000, 1 (2019 - 2) have retirement benefits accruing under defined contribution pension schemes.

KEREM SCHOOLS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

9 Tangible fixed assets

	Leasehold property and improvements	Equipment & computers	Furniture & fittings	Motor Vehicles	Total
	£	£	£	£	£
Cost					
At 1 September 2019	580,249	79,066	28,280	30,000	717,595
At 31 August 2020	580,249	79,066	28,280	30,000	717,595
Depreciation and impairment					
At 1 September 2019	580,249	79,066	28,280	8,500	696,095
Depreciation charged in the year	-	-	-	6,000	6,000
At 31 August 2020	580,249	79,066	28,280	14,500	702,095
Carrying amount					
At 31 August 2020	-	-	-	15,500	15,500
At 31 August 2019	-	-	-	21,500	21,500

10 Debtors

	2020 £	2019 £
Amounts falling due within one year:		
Debtors and payments in advance	459,216	576,930
Prepayments	13,332	13,332
	<u>472,548</u>	<u>590,262</u>

11 Creditors: amounts falling due within one year

	2020 £	2019 £
Other taxation and social security	28,366	42,759
Deposits	58,625	77,725
Fees for next year	542,758	690,459
Accruals and other creditors	39,947	92,728
	<u>669,696</u>	<u>903,671</u>

12 Creditors: amounts falling due after more than one year

	2020 £	2019 £
Deposits	<u>293,315</u>	<u>264,385</u>

KEREM SCHOOLS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

13 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations held on trust for specific purposes:

	Movement in funds		Movement in funds			
	Balance at 1 September 2018	Incoming resources	Balance at 1 September 2019	Incoming resources	Resources expended	Balance at 31 August 2020
	£	£	£	£	£	£
Donations raised from 'An Evening of Wishes'	8,845	-	8,845	-	(8,845)	-
Playground area	-	-	-	42,000	(42,000)	-
Jewish interactive programme	-	-	-	10,000	(10,000)	-
Sponsored reading	-	-	-	2,142	(657)	1,485
STP Grant	-	-	-	1,200	(402)	798
Bikes	-	-	-	1,000	-	1,000
Staff tea	-	-	-	500	(500)	-
	<u>8,845</u>	<u>-</u>	<u>8,845</u>	<u>56,842</u>	<u>(62,404)</u>	<u>3,283</u>

14 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2020	2020	2020	2019	2019	2019
	£	£	£	£	£	£
Fund balances at 31 August 2020 are represented by:						
Tangible assets	15,500	-	15,500	21,500	-	21,500
Current assets/ (liabilities)	1,006,046	3,283	1,009,329	1,189,837	8,845	1,198,682
Long term liabilities	(293,315)	-	(293,315)	(264,385)	-	(264,385)
	<u>728,231</u>	<u>3,283</u>	<u>731,514</u>	<u>946,952</u>	<u>8,845</u>	<u>955,797</u>

KEREM SCHOOLS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2020

15 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2020 £	2019 £
Aggregate compensation	91,291	167,451

Transactions with related parties

During the year the charity entered into the following transactions with related parties:

The aggregate fees received from the trustees was £19,280 (2019 - £19,650).

The aggregate donations received from the trustees during the year was £Nil (2019 - £1,200) .

16 Cash generated from operations

	2020 £	2019 £
Deficit for the year	(224,283)	(83,811)
Adjustments for:		
Investment income recognised in statement of financial activities	(3,521)	(4,633)
Depreciation and impairment of tangible fixed assets	6,000	6,000
Movements in working capital:		
Decrease/(increase) in debtors	117,714	(119,306)
(Decrease)/increase in creditors	(205,045)	132,235
Cash absorbed by operations	(309,135)	(69,515)

17 Analysis of changes in net funds

The charity had no debt during the year.