

COMPANY REGISTRATION NUMBER: 7220595  
CHARITY REGISTRATION NUMBER: 1138243

**Aim Habonim**  
**Company Limited by Guarantee**  
**Financial Statements**  
**31 August 2020**

**HAFFNER HOFF LTD**  
Accountants & statutory auditor  
2nd Floor - Parkgates  
Bury New Road  
Prestwich  
Manchester  
M25 0TL

# **Aim Habonim**

**Company Limited by Guarantee**

**Financial Statements**

**Year ended 31 August 2020**

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# **Aim Habonim**

**Company Limited by Guarantee**

**Trustees' Annual Report (Incorporating the Director's Report)**

**Year ended 31 August 2020**

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The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 August 2020.

## **Reference and administrative details**

**Registered charity name** Aim Habonim

**Charity registration number** 1138243

**Company registration number** 7220595

**Principal office and registered office** 51 Rigby Street  
Salford  
M7 4NX

## **The trustees**

D Leaman  
P Heiman  
B M Z Roitenbarg (Retired 10 November 2019)  
J Levin (Appointed 11 November 2019)

## **Auditor**

Haffner Hoff Ltd  
Accountants & statutory auditor  
2nd Floor - Parkgates  
Bury New Road  
Prestwich  
Manchester  
M25 0TL

## **Bankers**

Nat West Bank Plc  
64 Bury Old Road  
Manchester  
M8 5NW

# **Aim Habonim**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report) (continued)**

**Year ended 31 August 2020**

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#### **Structure, governance and management**

Aim Habonim is constituted by Memorandum and Articles of Association and is a company limited by guarantee. It was incorporated on 12 April 2010 as a company and the company number is 7220595. It was registered as a charity on 04 October 2010 with a charity number 1138243.

#### **Governing Body**

The trustees of the Charity are legally responsible for the overall management of the school. The day to day running of the school is undertaken by the Principal and the senior teaching staff. The Principal is aware of the need to follow best practice and is actively reviewing the organisational structure of the school and the method by which new trustees are appointed. This ongoing review has concluded that the organisational structures in place are sufficient and robust to take the school into the future. The Trustees are actively involved in the running of the school and new Trustees will be appointed when and if the need arises.

Recruitment and appointment of new trustees would be in line with the Memorandum and Articles of Association and with the consent of the trustees. The criteria set for the suitable candidate would be someone who is sensitive to the needs and demands of the organisation.

There is no chief executive officer. The day to day affairs are undertaken by Mrs E Rabinowitz on behalf of the trustees. All major decisions are taken collectively by the trustees and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

Training and induction of trustees is applied as applicable.

#### **Risk review**

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

The risks faced by the trust are principally operational risks from ineffective running of the school. These risks are managed by the trustees ensuring the right staff are utilised and the right policies are implemented.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all aspects of the school management.

#### **Risk management**

The Trustees are responsible for the management of the risks faced by the Charity. A formal review of the charity's risk management processes is undertaken on an annual basis.

The key controls used by the charity include:

- Comprehensive strategic planning and budgeting;
- Established organisational structure and lines of reporting;
- Clear authorisation and approval levels;

Through the risk management processes established for the Charity, the Trustees are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

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# **Aim Habonim**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31 August 2020**

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#### **Public Benefit**

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education when reviewing the charity's aims and objectives and in planning future activities.

#### **Objectives and activities**

The objects of the charity are:

- I. To advance the education of children of all ages particularly those with special educational needs by providing and assisting in the provision of facilities and services to meet their educational, developmental and social welfare needs so that they can achieve their full potential;
- II. To provide facilities and services, run in accordance with orthodox Jewish practice, to meet the social, recreational and leisure needs of children with special educational needs and their parents, families or carers;
- III. The promotion of any other exclusively charitable objects and purposes such as the trustees see fit, provided that they are regarded as charitable by the law of England and Wales.

#### **Public benefit**

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education when reviewing the charity's aims and objectives and in planning future activities and setting grant making policy for the year.

#### **Grant making policy**

The charity gives out grants in line with the above objects.

There were no individual grants made during the year.

Grants made during the year to institutions are as detailed in the accounts.

The application of the funds by way of grants to either institutions or individuals and is almost always to institutions.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each object. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year.

The trustees consider the shorter term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

#### **Strategic report**

The following sections for achievements and performance and financial review form the strategic report of the charity.

## **Aim Habonim**

### **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

### **Year ended 31 August 2020**

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#### **Achievements and performance**

The charity received £479,101 in donations as well as £157,924 in fees and £1,051,893 in various local authority grants and other income during the year.

The charity paid out £1,206,270 for tutors, therapists, educational consultants, other direct costs of running and maintaining the school and integrated nursery as well as support costs.

The charity operates a school for special needs children alongside an integrated nursery. Currently, the school caters for 63 children of which 50 are SEN children and seven children in the integrated nursery. There were two children in the newly formed over 16 program. The trustees consider the above expenditure to be in line with the objects of the charity.

The charity has governance costs that comprise professional fees, sundry office costs and the salary costs of an administrator and her assistant.

Fundraising costs incurred during the year are as detailed in the notes to the accounts.

There were no related party transactions during the year.

There was an overall net income and net movement in funds amounting to £634,795 all of which related to the unrestricted fund.

#### **Financial review**

The trustees feel that the activity and surplus reflects the profile and standing within the local community. The impact for future year's expenditure is self evident and the trustees would like to record their appreciation for all the financial support received from benefactors during the course of the year.

#### **Reserves policy**

The Unrestricted Fund represents the unrestricted funds arising from past operating results.

It represents the full reserves of the charity. The Trustees are satisfied that the balance of the Fund is satisfactory given the nature of revenue receipts against charitable activity and other costs. The trustees consider 4 months of direct charitable activity to be a suitable level of reserves.

The free reserves of the charity, being the net current assets of the charity, amounted to £433,390 all of which are unrestricted. This amount is within the free reserves level set out above.

#### **Coronavirus**

The charity continued to operate during pandemic as best as possible and was also in receipt of JRS funding from HMRC for furloughed staff.

#### **Trustees' responsibilities statement**

The trustees, who are also directors for the purposes 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

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## **Aim Habonim**

### **Company Limited by Guarantee**

#### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31 August 2020**

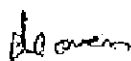
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In preparing these financial statements, the trustees are required to:

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

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the 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.

The trustees' annual report and the strategic report were approved on 25 May 2021 and signed on behalf of the board of trustees by:



**D Leaman**  
Trustee

# **Aim Habonim**

## **Company Limited by Guarantee**

### **Independent Auditor's Report to the Members of Aim Habonim**

**Year ended 31 August 2020**

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#### **Opinion**

We have audited the financial statements of Aim Habonim (the 'Charity') for the year ended 31 August 2020 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, 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 FRS 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 charity's affairs as at 31 August 2020 and of its 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;
- have been prepared in accordance with 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 auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements 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.



# **Aim Habonim**

**Company Limited by Guarantee**

## **Independent Auditor's Report to the Members of Aim Habonim (continued)**

**Year ended 31 August 2020**

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### **Other information**

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

### **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 trustees' report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

### **Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement, the trustees 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 charity or to cease operations, or have no realistic alternative but to do so.

# Aim Habonim

## Company Limited by Guarantee

### Independent Auditor's Report to the Members of Aim Habonim *(continued)*

Year ended 31 August 2020

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#### 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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- 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 internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' 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 charity'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 charity 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.

# **Aim Habonim**

**Company Limited by Guarantee**

**Independent Auditor's Report to the Members of Aim Habonim** *(continued)*

**Year ended 31 August 2020**

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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.

## **Use of our report**

This report is made solely to the charity'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 charity'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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

**Mr Michael Black FCCA** (Senior Statutory Auditor)

For and on behalf of  
**Haffner Hoff Ltd**  
Accountants & statutory auditor

2nd Floor - Parkgates  
Bury New Road  
Prestwich  
Manchester  
M25 0TL

25 May 2021

# Aim Habonim

## Company Limited by Guarantee

### Statement of Financial Activities (including income and expenditure account)

Year ended 31 August 2020

			2020		2019
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
Income and endowments					
Donations and legacies	5	643,573	23,246	666,819	72,777
Charitable activities	6	1,209,817	—	1,209,817	925,303
Total income		<u>1,853,390</u>	<u>23,246</u>	<u>1,876,636</u>	<u>998,080</u>
Expenditure					
Expenditure on raising funds:					
Costs of raising donations and legacies	7	35,571	—	35,571	15,720
Expenditure on charitable activities	8,9	1,183,024	23,246	1,206,270	832,135
Total expenditure		<u>1,218,595</u>	<u>23,246</u>	<u>1,241,841</u>	<u>847,855</u>
Net income and net movement in funds		<u>634,795</u>	<u>—</u>	<u>634,795</u>	<u>150,225</u>
Reconciliation of funds					
Total funds brought forward		754,347	—	754,347	604,122
Total funds carried forward		<u>1,389,142</u>	<u>—</u>	<u>1,389,142</u>	<u>754,347</u>

The statement of financial activities includes all gains and losses recognised in the year.  
All income and expenditure derive from continuing activities.

The notes on pages 13 to 22 form part of these financial statements.

# Aim Habonim

Company Limited by Guarantee

## Statement of Financial Position

31 August 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible fixed assets	17	955,762	550,897
Current assets			
Debtors	18	8,678	2,020
Cash at bank and in hand		500,646	300,094
		509,324	302,114
Creditors: amounts falling due within one year	19	75,934	98,664
Net current assets		433,390	203,450
Total assets less current liabilities		1,389,142	754,347
Net assets		1,389,142	754,347
Funds of the charity			
Unrestricted funds		1,389,142	754,347
Total charity funds	21	1,389,142	754,347

For the year ending 31 August 2020 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

### Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of trustees and authorised for issue on 25 May 2021, and are signed on behalf of the board by:



D Leaman  
Trustee

The notes on pages 13 to 22 form part of these financial statements.

## Aim Habonim

Company Limited by Guarantee

### Statement of Cash Flows

Year ended 31 August 2020

	2020 £	2019 £
Cash flows from operating activities		
Net income	634,795	150,225
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	65,412	12,893
Accrued expenses	4,800	—
<i>Changes in:</i>		
Trade and other debtors	(6,658)	10,249
Trade and other creditors	(27,530)	62,794
Cash generated from operations	660,819	235,961
Net cash from operating activities	660,819	235,961
Cash flows from investing activities		
Purchase of tangible assets	(460,267)	(272,085)
Net cash used in investing activities	(460,267)	(272,085)
Net increase/(decrease) in cash and cash equivalents	200,552	(36,124)
Cash and cash equivalents at beginning of year	300,094	336,218
Cash and cash equivalents at end of year	500,646	300,094

The notes on pages 13 to 22 form part of these financial statements.

# **Aim Habonim**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements**

**Year ended 31 August 2020**

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#### **1. General information**

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 51 Rigby Street, Salford, M7 4NX.

#### **2. Statement of compliance**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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)) and the Companies Act 2006.

#### **3. Accounting policies**

##### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

##### **Going concern**

There are no material uncertainties about the charity's ability to continue.

##### **Fair value**

Debtors and creditors are stated at fair value.

##### **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements did not require management to make judgements, estimates or assumptions that affect the amounts reported.

##### **Fund accounting**

Unrestricted funds held by the charity are funds that can be used in accordance with the charitable objects at the discretion of the trustees.

# **Aim Habonim**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements *(continued)***

**Year ended 31 August 2020**

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#### **3. Accounting policies *(continued)***

##### **Incoming resources**

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

##### **Resources expended**

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

##### **Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.



# Aim Habonim

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 August 2020

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#### 3. Accounting policies *(continued)*

##### Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

##### Depreciation

No depreciation charged on land and buildings owing to it being kept to a high standard.

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures, fittings & equipment      -      15% reducing balance

##### Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

##### Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

# **Aim Habonim**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements (continued)**

#### **Year ended 31 August 2020**

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#### **3. Accounting policies (continued)**

##### **Financial instruments (continued)**

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

##### **Defined contribution plans**

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

#### **4. Limited by guarantee**

Aim Habonim is a registered charity and a company limited by guarantee and does not have a share capital. In the event of the charity being wound up, members are required to contribute an amount not exceeding £10.

# Aim Habonim

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 August 2020

#### 5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
<b>Donations</b>			
Donations	479,101	—	479,101
<b>Grants</b>			
Grants receivable	—	23,246	23,246
HMRC Job Retention Scheme	24,472	—	24,472
Delapage Limited	140,000	—	140,000
	<u>643,573</u>	<u>23,246</u>	<u>666,819</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £
<b>Donations</b>			
Donations	60,976	—	60,976
<b>Grants</b>			
Grants receivable	—	11,801	11,801
HMRC Job Retention Scheme	—	—	—
Delapage Limited	—	—	—
	<u>60,976</u>	<u>11,801</u>	<u>72,777</u>

#### 6. Charitable activities

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Fees receivable	157,924	157,924	124,277	124,277
Salford City Council	623,925	623,925	452,957	452,957
Bury MBC	363,638	363,638	243,075	243,075
Manchester City Council	64,330	64,330	104,994	104,994
	<u>1,209,817</u>	<u>1,209,817</u>	<u>925,303</u>	<u>925,303</u>

#### 7. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Costs of raising donations and legacies	<u>35,571</u>	<u>35,571</u>	<u>15,720</u>	<u>15,720</u>

# Aim Habonim

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 August 2020

## 8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Aim Habonim School	1,113,524	23,246	1,136,770
Support costs	69,500	—	69,500
	<u>1,183,024</u>	<u>23,246</u>	<u>1,206,270</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £
Aim Habonim School	787,403	11,848	799,251
Support costs	32,884	—	32,884
	<u>820,287</u>	<u>11,848</u>	<u>832,135</u>

## 9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	Total funds 2020 £	Total fund 2019 £
Aim Habonim School	1,098,320	38,450	58,818	1,195,588	827,335
Governance costs	—	—	10,682	10,682	4,800
	<u>1,098,320</u>	<u>38,450</u>	<u>69,500</u>	<u>1,206,270</u>	<u>832,135</u>

## 10. Analysis of support costs

	Analysis of support costs £	Total 2020 £	Total 2019 £
Staff costs	58,113	58,113	27,253
General office	705	705	831
Governance costs	10,682	10,682	4,800
	<u>69,500</u>	<u>69,500</u>	<u>32,884</u>

# Aim Habonim

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 August 2020

#### 11. Analysis of grants

	2020 £	2019 £
Grants to Institutions		
Grants under £1,000	17,900	—
SEN grants	20,550	6,700
	<u>38,450</u>	<u>6,700</u>
Total grants	<u>38,450</u>	<u>6,700</u>

#### 12. Net income

Net income is stated after charging/(crediting):

	2020 £	2019 £
Depreciation of tangible fixed assets	<u>55,412</u>	<u>12,693</u>

#### 13. Auditors remuneration

	2020 £	2019 £
Fees payable for the audit of the financial statements	<u>4,800</u>	<u>—</u>
Fees payable to the charity's auditor and its associates for other services: Other non-audit services	<u>3,000</u>	<u>—</u>

#### 14. Independent examination fees

	2020 £	2019 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>—</u>	<u>3,000</u>

#### 15. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2020 £	2019 £
Wages and salaries	701,689	521,321
Social security costs	14,051	9,136
Employer contributions to pension plans	4,043	1,492
Other employee benefits	470	696
	<u>720,253</u>	<u>532,645</u>

# Aim Habonim

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year ended 31 August 2020

##### 15. Staff costs *(continued)*

The average head count of employees during the year was 49 (2019: 47). The average number of full-time equivalent employees during the year is analysed as follows:

	2020 No.	2019 No.
Number of administrative staff	5	4
Number of teaching staff	44	43
	<u>49</u>	<u>47</u>

No employee received employee benefits of more than £60,000 during the year (2019: Nil).

##### 16. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received or expenses reimbursed by the trustees.

##### 17. Tangible fixed assets

	Land and buildings £	Fixtures and fittings £	Total £
<b>Cost</b>			
At 1 September 2019	478,974	114,605	593,579
Additions	92,779	367,488	460,267
At 31 August 2020	<u>571,753</u>	<u>482,093</u>	<u>1,053,846</u>
<b>Depreciation</b>			
At 1 September 2019	—	42,682	42,682
Charge for the year	—	55,412	55,412
At 31 August 2020	—	<u>98,094</u>	<u>98,094</u>
<b>Carrying amount</b>			
At 31 August 2020	<u>571,753</u>	<u>383,999</u>	<u>955,752</u>
At 31 August 2019	<u>478,974</u>	<u>71,923</u>	<u>550,897</u>

Land and buildings above represents the property that the school occupies as well as the surrounding land.

##### 18. Debtors

	2020 £	2019 £
Other debtors	<u>8,678</u>	<u>2,020</u>

# Aim Habonim

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year ended 31 August 2020

#### 19. Creditors: amounts falling due within one year

	2020	2019
	£	£
Accruals and deferred income	7,800	3,000
Social security and other taxes	8,096	832
Other creditors	60,038	94,832
	<u>75,934</u>	<u>98,664</u>

#### 20. Pensions and other post retirement benefits

##### Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £4,043 (2019: £1,492).

#### 21. Analysis of charitable funds

##### Unrestricted funds

	At 01 Sept 2019 £	Income £	Expenditure £	At 31 Aug 2020 £
General funds	<u>754,347</u>	<u>1,853,390</u>	<u>(1,218,595)</u>	<u>1,389,142</u>

	At 01 Sept 2018 £	Income £	Expenditure £	At 31 Aug 2019 £
General funds	<u>604,075</u>	<u>986,279</u>	<u>(836,007)</u>	<u>754,347</u>

##### Restricted funds

	At 01 Sept 2019 £	Income £	Expenditure £	At 31 Aug 2020 £
Restricted fund – grants received	<u>–</u>	<u>23,246</u>	<u>(23,246)</u>	<u>–</u>

	At 01 Sept 2018 £	Income £	Expenditure £	At 31 Aug 2019 £
Restricted fund – grants received	<u>47</u>	<u>11,801</u>	<u>(11,848)</u>	<u>–</u>

# Aim Habonim

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 August 2020

#### 22. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2020 £
Tangible fixed assets	955,752	955,752
Current assets	509,324	509,324
Creditors less than 1 year	(75,934)	(75,934)
<b>Net assets</b>	<b>1,389,142</b>	<b>1,389,142</b>

	Unrestricted Funds £	Total Funds 2019 £
Tangible fixed assets	550,897	550,897
Current assets	302,114	302,114
Creditors less than 1 year	(98,664)	(98,664)
<b>Net assets</b>	<b>754,347</b>	<b>754,347</b>

#### 23. Analysis of changes in net debt

	At 1 Sep 2019 £	Cash flows £	At 31 Aug 2020 £
Cash at bank and in hand	300,094	200,652	500,646

#### 24. Taxation

Aim Habonim is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.