

YAVNEH COLLEGE ACADEMY TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2016

YAVNEH COLLEGE ACADEMY TRUST
(A Company Limited by Guarantee)

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YAVNEH COLLEGE ACADEMY TRUST
(A Company Limited by Guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF YAVNEH COLLEGE ACADEMY TRUST
FOR THE YEAR ENDED 31 AUGUST 2016

Board of Trustees	Mr D I Album, Director, Vice-Chair Mr D Ardeman, Parent Governor (resigned 23 May 2016) Mrs D Barnett, Staff Governor (appointed 1 October 2015, resigned 23 May 2016) Mrs T Charlton, Foundation Governor (resigned 23 May 2016) Mrs L Davis, Staff Governor (appointed 1 October 2015, resigned 23 May 2016) Mr M E Frazer (resigned 23 May 2016) Mr R M Gilbert, Foundation Governor (resigned 23 May 2016) Mrs R G Hyams, Director Mrs H C Kraines, Director Mrs R Levin, Director (appointed 23 May 2016) Mr S Lewis, Executive Headteacher Mr A Maurice, Foundation Governor (resigned 23 May 2016) Mrs J S Moore, Director (appointed 23 May 2016) Mr A Newbey, Staff Governor (resigned 30 September 2015) Mrs D Morris, Director Mrs S A Nyman, Director, Chair Mr B E Raphael, Director Mr J S Reback, Director Mr S H Rosenberg, Parent Governor (resigned 23 May 2016)
Members	Mr D I Album Mr M A Gordon Mrs S A Nyman Mr A Rubenstein Mr B E Perl
Company Secretary	Mrs H Fraser
Accounting Officer	Mr S Lewis
Executive Leadership Team	Mrs C Field, Primary Headteacher Mrs H Fraser, Business Manager Mr S Lewis, Executive Headteacher Rabbi A Davis, Director of Jewish Life
Senior Leadership Team	Mr J Cordara, (appointed 1st September 2015) Mr A Davis Mrs H Fraser Mrs M Lee Mr S Lewis, Headteacher Mr D Marcus, (resigned with effect from 31st December 2016) Mrs R Seamark
Company name	Yavneh College Academy Trust
Registered and principal office	Hillside Avenue Borehamwood WD6 1HL
Company registered number	07643712
Independent Auditors	Price Bailey LLP Chartered Accountants Causeway House 1 Dane Street Bishop's Stortford Hertfordshire CM23 3BT

YAVNEH COLLEGE ACADEMY TRUST
(A Company Limited by Guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE ACADEMY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 AUGUST 2016

Advisers (continued)

Bankers Lloyds Bank plc
25 Gresham Street
London
EC2N 7HN

Solicitors Stone King
16 St Johns Lane
London
EC1M 4BS

YAVNEH COLLEGE ACADEMY TRUST
(A Company Limited by Guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 AUGUST 2016

The Trustees present their Annual Report with the financial statements and Auditors' Report for the year ended 31st August 2016 for Yavneh College Academy Trust (the Academy, the Charitable Company or the Trust). The Annual Report serves the purposes of both a Trustees' Report and a Directors' Report under company law.

Structure, Governance and Management

CONSTITUTION

Yavneh College Academy Trust (formally Yavneh College) is a Company limited by guarantee and an exempt charity. Its Memorandum and Articles of Association are the primary governing documents, together with its funding agreements with the Secretary of State for Education.

In May 2016, Yavneh College changed its name to Yavneh College Academy Trust and became a multi-academy trust with two schools, Yavneh College and Yavneh Primary School. All Trustees of the multi-academy trust (MAT) of Yavneh College Academy Trust are Directors of Yavneh College Academy Trust for the purposes of company law. The Charitable Company is known as Yavneh College Academy Trust.

For the period of these accounts, Yavneh Foundation Trust owned the land and buildings from which Yavneh College operates. Yavneh Foundation Trust appoints the Foundation Trustees of Yavneh College. On 1 September 2016, the land and buildings used by Yavneh College Academy Trust were transferred to Yavneh College Academy Trust. This is covered in more detail below.

Details of the Trustees who served throughout the year, except as noted, are included in the reference and administrative details on page 1 of these reports and financial statements.

MEMBERS' LIABILITY

Each Member of the Charitable Company undertakes to contribute to the assets of the Charitable Company in the event of it being wound up while they are a Member, or within one year after they cease to be a Member, such amount as may be required, not exceeding £10, for the debts and liabilities contracted before they ceased to be a Member.

TRUSTEES' INDEMNITIES

Trustees are covered by indemnity insurance purchased at Yavneh College Academy Trust's expense to cover the liability of the Trustees which by virtue of any rule of law would otherwise attach to them in respect of any negligence, default or breach of trust or breach of duty of which they may be guilty in relation to Yavneh College Academy Trust. Such indemnity insurance will not apply to any act or omission which the Trustees knew to be a breach of trust or breach of duty or which was committed by the Trustees in reckless disregard to whether it was a breach of trust or breach of duty or not; nor will such indemnity insurance extend to the costs of any unsuccessful defence to a criminal prosecution brought against the Trustees in their capacity as directors of the Charitable Company.

PRINCIPLE ACTIVITIES

The principle activities of Yavneh College Academy Trust are to advance, for the public benefit, education in the United Kingdom. In particular, but without prejudice to the generality of the foregoing, this is to be done by establishing, maintaining, carrying on, managing and developing Yavneh College and Yavneh Primary School with a designated Jewish religious character offering a broad and balanced curriculum as Modern Orthodox Jewish schools under the religious authority of the Chief Rabbi of the United Hebrew Congregations of the Commonwealth both generally and in particular in relation to arranging for religious education and daily acts of worship (as required by the Funding Agreement with the Secretary of State for Education).

The principle activities are also to promote, for the benefit of the inhabitants of Borehamwood and the surrounding area, the provision of facilities for recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances or for the public at large in the interest of social welfare and with the object of improving the condition of life of the said inhabitants.

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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 AUGUST 2016

METHOD OF RECRUITMENT AND APPOINTMENT OR ELECTION OF TRUSTEES

The appointment of the Trustees on the MAT Board is set out in the Articles of Association of Yavneh College Academy Trust. In summary, the key features are:

- Yavneh Foundation Trust shall appoint such number of Trustees as shall ensure that at all times the number of Trustees appointed by Yavneh Foundation Trust exceeds the other Trustees (including any Co-opted Trustees) by at least two.
- Trustees may also be co-opted by the Trustees of Yavneh College Academy Trust.
- The Headteacher may be appointed an ex-officio Trustee by the Trustees.

POLICIES AND PROCEDURES ADOPTED FOR THE INDUCTION AND TRAINING OF TRUSTEES

The Board of Trustees of the MAT (the MAT Board) recognises the importance of Trustee induction and training. All new Trustees after appointment receive induction training.

Yavneh College Academy Trust buys into the Trustee training facility run by the Hertfordshire Local Authority and Trustees regularly attend these sessions. Training sessions are also run for the Trustees which are bespoke for the MAT Board. Trustees also attend relevant training provided by other organisations.

ORGANISATIONAL STRUCTURE

The MAT Board is responsible for setting the general policy, adopting an annual plan and making major decisions about the direction of Yavneh College Academy Trust. The MAT Board are responsible for the appointment of the Executive Headteacher of Yavneh College and the Headteacher of Yavneh Primary School and play an active role in the recruitment of all members of the Senior Leadership Team (SLT) and Executive Leadership Team (ELT).

The MAT Board delegates certain aspects of its functions to its sub-committees - Finance, Premises, Personnel and Admissions. Pupils Disciplinary, Staff Grievance and Staff Appeals committees meet as required. In addition, Yavneh College and Yavneh Primary School each have Local Governing Bodies (LGBs) the primary function of which is to deal with matters other than those dealt with by other committees of the MAT Board; in particular, standards and curriculum.

As well as Trustees of Yavneh College Academy Trust sitting on the LGBs and the committees of the MAT Board others are appointed or elected as Governors to sit on the LGBs and committees. They are appointed as follows:

- Parent Governors of both Yavneh College and Yavneh Primary School are appointed by election by the parents of pupils attending Yavneh College and Yavneh Primary School respectively.
- Staff governors of both Yavneh College and Yavneh Primary School are appointed by election by the staff employed by Yavneh College and Yavneh Primary School respectively.
- Other Governors are co-opted onto LGBs by the MAT Board.

The Executive Headteacher is an ex-officio Trustee and is the Accounting Officer.

An Executive Leadership Team has been established to oversee operational leadership for the two schools in Yavneh College Academy Trust. It consists of the Executive Headteacher, the Headteacher of Yavneh Primary School, Mrs Caroline Field, the Business Manager, Mrs Hayley Fraser, and the Director for Jewish Life, Rabbi Andrew Davis.

The Senior Leadership Team of Yavneh College is responsible for the day-to-day operation of Yavneh College. The Executive Headteacher directly line-manages the members of the SLT at Yavneh College, which comprises of:

- 2 Deputy Heads – Rabbi Andrew Davis and Dr Melanie Lee (appointed in December 2016). During the financial year ended 31 August 2016 Mr Daniel Marcus was the Deputy Head.
- 2 Assistant Heads – Mr John Cordara and Ms Rebecca Seamark. Until her appointment as Deputy Head, Dr Lee was an Assistant Head.
- Director of Jewish Life – Rabbi Andrew Davis.
- Business Manager – Mrs Hayley Fraser.

Yavneh Primary School is led by the Headteacher, Mrs Caroline Field. The Executive Headteacher line manages the Head of Yavneh Primary School who is responsible for the day to day running of that School in all regards.

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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 AUGUST 2016

RISK MANAGEMENT

Yavneh College Academy Trust maintains a risk register identifying the major risks to which Yavneh College Academy Trust is exposed, and identifying actions and procedures to mitigate those risks. This register is approved and monitored by the MAT Board, together with the appropriate committees to which the risks relate. The principle risks facing Yavneh College Academy Trust are outlined below in the principle risks and uncertainties section; those facing Yavneh College Academy Trust at an operational level are addressed by its systems and by internal financial and other controls.

The MAT Board reports that Yavneh College Academy Trust's financial and internal controls conform to guidelines issued by the Education Funding Authority (EFA), and that improvements to the wider framework of systems dealing with business risk and risk management strategy continue to be made and formally documented.

CONNECTED ORGANISATIONS, INCLUDING RELATED PARTY RELATIONSHIPS

Yavneh College Academy Trust has a relationship with Yavneh Foundation Trust through certain Trustees who are also trustees of Yavneh Foundation Trust namely Mr Daniel Album, Mrs Susan Nyman and Mr Jerome Reback (co-Chair of Yavneh Foundation Trust). The premises used by Yavneh College and Yavneh Primary School, for the period of these accounts, are owned by Yavneh Foundation Trust.

OBJECTIVES AND ACTIVITIES

Objects and Aims

The MAT Board had the following main objectives for the period ended 31 August 2016:

- To ensure that every pupil enjoys the same high quality education in terms of resourcing, tuition and pastoral care.
- To continue to raise the standard of educational achievement of all pupils and thereby to maintain Yavneh College Academy Trust's local and national reputation.
- To provide value for money for the funds expended.
- To ensure that all pupils receive a high standard of Modern Orthodox Jewish Education and education in British Values.
- To open Yavneh Primary School on 1 September 2016.

Objectives, Strategies and Activities

In keeping with its objectives for the period, the main activities provided by Yavneh College Academy Trust included:

- Teaching and learning opportunities for all pupils to attain appropriate academic qualifications.
- Training opportunities for all staff, and especially teaching staff.
- A programme of enrichment activities for all students in KS3.
- Extension opportunities for pupils to continue to grow their Jewish Identity including, among other activities, the Year 9 Israel tour, shabbatons, Bet Midrash Track programme and Year 12 Poland trip.

Public Benefit

The MAT Board have complied with their duty to have due regard to the Guidance on Public Benefit published by the Charity Commission.

Yavneh College Academy Trust has operated in accordance with its Funding Agreement as a non charging, not for profit organisation throughout the period in question. Pupil admissions to Yavneh College and Yavneh Primary School have been conducted in accordance with the admissions policies for each school.

STRATEGIC REPORT

Achievements and Performance

Yavneh Primary School

In September 2015 Yavneh College Academy Trust was granted approval by the Secretary of State for Education to open a 2 form entry primary free school. Since then a working party of Trustees and senior Yavneh College leaders have worked to meet the Department for Education requirements to enable Yavneh Primary School to open in September 2016. We are pleased to report that in July 2016 we received official notification from the Secretary of State for Education that Yavneh Primary School had been given formal approval to open in September 2016. Yavneh Primary School opened its doors to 60 reception age pupils in September 2016.

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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 AUGUST 2016

Funding Agreements and Land Transfer

On 19 April 2016, Yavneh College Academy Trust entered into a new master funding agreement, and a supplemental funding agreement in respect of Yavneh Primary School. The existing single funding agreement for Yavneh College remained in force and unamended. On 27 June 2016, Yavneh College Academy Trust executed a deed of variation which amends the single funding agreement for Yavneh College so that it forms a supplemental funding agreement to the master funding agreement entered into on 19 April 2016.

On 1st September 2016, the land and buildings used by Yavneh College were transferred from Yavneh Foundation Trust (YFT) to Yavneh College Academy Trust to facilitate the development of Yavneh Primary School and to secure the long term landholding interest for Yavneh College Academy Trust. There is a restrictive covenant in the transfer that the site will only be used for the purposes of Jewish Education whilst there is sufficient demand for that.

The capital investment in the site by EFA to build Yavneh Primary School is being secured by a first legal charge; the historic private investment by Yavneh Foundation Trust is being secured by a second legal charge.

Measurement of Success

Yavneh College Academy Trust measures its success partly through a series of performance indicators. These indicators comprise:

- Number of applications to Yavneh College and Yavneh Primary School and number of pupils on roll at Yavneh College and Yavneh Primary School.
- Examination results and other indicators of pupil progress.
- Financial health.

Admissions: Yavneh College continues to be oversubscribed with over 535 applications for 150 places to start in September 2016. Yavneh Primary School received over 150 applications for 60 places to start in September 2016.

Examination results at Yavneh College for 2016 were outstanding: Our progress 8 score for 2016 was 0.47, which is significantly higher than the national average.

Financial Health: Yavneh College conducted its financial management in accordance with the Academies Financial Handbook.

Going concern

After making appropriate enquiries, the MAT Board has a reasonable expectation that Yavneh College Academy Trust has adequate resources to continue in operational existence for the foreseeable future. For this reason, it continues to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Statement of Accounting Policies.

FINANCIAL REVIEW

Financial report for the year

Most of Yavneh College Academy Trust's income is obtained from the Education Funding Agency (EFA) in the form of recurrent grants, the use of which is restricted to particular purposes. The grants received from the EFA during the period ended 31 August 2016 and the associated expenditure are shown as restricted funds in the Statement of Financial Activities.

In addition, Yavneh College and Yavneh Primary School receives income from Yavneh Foundation Trust that is received in the form of a voluntary Education and Security Supplement, from pupils, in order to support the pupils' Jewish Studies' learning and security costs.

Financial position

Yavneh College Academy Trust held fund balances at 31st August 2016 of (£1,199,773), comprising £48,330 of restricted general funds, £42,897 of unrestricted general funds and a pension reserve deficit (£1,291,000).

At 31 August 2016 the net book value of fixed assets was £31,033,356 and movements in tangible fixed assets are shown in note 13 to the financial statements. The assets were used exclusively for providing education and the associated support services to the pupils of Yavneh College Academy Trust.

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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 AUGUST 2016

Reserves policy

Having reviewed the cash flow for Yavneh College Academy Trust, there are currently insufficient funds for it to hold cash reserves. The Trustees review the cash flow on an ongoing basis, and aim to work towards having sufficient reserves in place to allow them to manage any unforeseen expenditure.

The restricted pension fund is materially in deficit and plans to eliminate the liability on the Defined Benefit Pension Scheme are set out in note 22 based on the period end actuarial valuation.

Investment policy

In view of the level of cash resources held by Yavneh College Academy Trust, all of which are required to maintain sufficient cash reserves in the trust as noted above, the Trustees do not invest surplus funds other than on short term deposit. At such time in the future when Yavneh College Academy Trust has sufficient surplus funds an investment policy will be established.

FINANCIAL RISK MANAGEMENT AND OBJECTIVES

Principle risks and uncertainties

The MAT Board assess the principal risks and uncertainties facing Yavneh College Academy Trust as follows:

- Failures in governance and/or management: the risk in this area arises from potential failure to effectively manage Yavneh College Academy Trust's finances, internal controls, compliance with regulations and legislation, statutory returns, and governance in general. The Trustees continue to review and ensure that appropriate measures are in place to mitigate these risks.
- Reputational: the continuing success of Yavneh College Academy Trust is dependent on continuing to attract applicants in sufficient numbers by maintaining the highest educational standards in both Yavneh College and Yavneh Primary School. To mitigate this risk, Trustees ensure that student attainment and progress are closely monitored and reviewed.
- Safeguarding and child protection: the Trustees continue to ensure that the highest standards are maintained in the areas of selection and monitoring of staff, the operation of child protection policies and procedures, health and safety and discipline.
- Staffing: the success of Yavneh College Academy Trust is reliant on the quality of its staff and so the Trustees monitor and review policies and procedures to ensure recruitment, continued development (including performance reviews) and training of staff as well as ensuring there is clear succession planning.
- Fraud and mismanagement of funds: Yavneh College Academy Trust has appointed an Internal Auditor to carry out checks on financial systems and records as required by the Academies Financial Handbook.

PLANS FOR THE FUTURE

Yavneh College Academy Trust will continue striving to maintain and improve the levels of performance of its pupils at all levels.

PROVISION OF INFORMATION TO AUDITORS

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the Charitable Company's Auditors are unaware, and
- that each Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any information needed by the Charitable Company's Auditors in connection with preparing their report and to establish that the Charitable Company's Auditors are aware of that information.

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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 AUGUST 2016

AUDITORS

The Auditors, Price Bailey LLP, are willing to continue in office and a resolution to appoint them will be proposed at the appropriate Trustees' meeting.

This Report was approved by the Trustees on 20 December 2016 and signed on their behalf, by:

Mrs S A Nyman
Chair of Governors

YAVNEH COLLEGE ACADEMY TRUST
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GOVERNANCE STATEMENT

SCOPE OF RESPONSIBILITY

As Trustees, we acknowledge we have overall responsibility for ensuring that Yavneh College Academy Trust has an effective and appropriate system of control, financial and otherwise. However such a system is designed to manage rather than eliminate the risk of failure to achieve business objectives, and can provide only reasonable and not absolute assurance against material misstatement or loss.

The MAT Board has delegated the day-to-day responsibility to the Executive Headteacher, as Accounting Officer, for ensuring financial controls conform with the requirements of both propriety and good financial management and in accordance with the requirements and responsibilities assigned to it in the funding agreement between Yavneh College Academy Trust and the Secretary of State for Education. They are also responsible for reporting to the MAT Board any material weaknesses or breakdowns in internal control.

GOVERNANCE

The information on governance included here supplements that described in the Trustees' Report and in the Statement of Trustees' Responsibilities. The MAT Board has formally met 7 times during the year. Attendance during the year at meetings of the MAT Board were as follows:

Trustee	Meetings attended	Out of a possible
Board of Trustees		
Mr D I Album, Director, Vice-Chair	5	7
Mr D Ardeman, Parent Governor	2	4
Mrs D Barnett, Staff Governor	4	4
Mrs T Charlton, Foundation Governor	2	4
Mrs L Davis, Staff Governor	4	4
Mr M E Frazer	4	4
Mr R M Gilbert, Foundation Governor	4	4
Mrs R G Hyams, Director	6	7
Mrs H C Kraines, Director	7	7
Mrs R Levin, Director	3	3
Mr S Lewis, Executive Headteacher	7	7
Mr A Maurice, Foundation Governor	3	4
Mrs J S Moore, Director	1	3
Mr A Newbey, Staff Governor	0	0
Mrs D Morris, Director	5	7
Mrs S A Nyman, Director, Chair	7	7
Mr B E Raphael, Director	6	7
Mr J S Reback, Director	7	7
Mr S H Rosenberg, Parent Governor	4	4

During the course of 2015/16 Yavneh College Academy Trust changed from a single Academy to a multi academy trust (MAT) on 1st May 2016 and the MAT members established a new Board of Directors (Trustees).

The Finance Committee is a sub-committee of the Board of Trustees / MAT Board. Its purpose is to address financial matters.

Attendance at meetings in the year was as follows:

	Meetings attended	Out of a possible
Mrs R G Hyams	4	4
Mr S Lewis	4	4
Mrs S A Nyman	4	4
Mr J S Reback	4	4
Mr S H Rosenberg	3	4

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GOVERNANCE STATEMENT (continued)

REVIEW OF VALUE FOR MONEY

As Accounting Officer, the Executive Headteacher has responsibility for ensuring that the Trust delivers good value in the use of public resources. The Accounting Officer understands that value for money refers to the educational and wider societal outcomes achieved in return for the taxpayer resources received.

The Accounting Officer considers how the Trust's use of its resources has provided good value for money during each academic year, and reports to the MAT Board where value for money can be improved, including the use of benchmarking data where appropriate. The Accounting Officer for the Trust has delivered improved value for money during the year by:

- Conducting a whole school curriculum review, which has enabled Yavneh College to ensure that the curriculum offer is broad and balanced.
- Joining teaching alliances in order to offer employees opportunity for continuing professional development and collaboration.
- Conducting an annual review of staffing levels.
- Providing monthly reports on expenditure to the finance committee and appropriate challenges being made.
- Using targeted pupil funds to improve outcomes.
- Continuously tracking progress to ensure results across all key stages are above national averages.
- Ensuring that the staffing structure implemented at Yavneh Primary School is sustainable and meets the needs of its pupils.

THE PURPOSE OF THE SYSTEM OF INTERNAL CONTROL

The system of internal control is designed to manage risk to a reasonable level rather than to eliminate all risk of failure to achieve policies, aims and objectives; it can therefore only provide reasonable and not absolute assurance of effectiveness. The system of internal control is based on an ongoing process designed to identify and prioritise the risks to the achievement of the Trust's policies, aims and objectives, to evaluate the likelihood of those risks being realised and the impact should they be realised, and to manage them efficiently, effectively and economically. The system of internal control has been in place in Yavneh College Academy Trust for the year 1 September 2015 to 31 August 2016 and up to the date of approval of the Annual Report and financial statements.

CAPACITY TO HANDLE RISK

The MAT Board has reviewed the key risks to which the Trust is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The MAT Board is of the view that there is a formal ongoing process for identifying, evaluating and managing the Trust's significant risks, that has been in place for the year 1 September 2015 to 31 August 2016 and up to the date of approval of the Annual Report and financial statements. This process is regularly reviewed by the MAT Board.

THE RISK AND CONTROL FRAMEWORK

The Trust's system of internal financial control is based on a framework of regular management information and administrative procedures including the segregation of duties and a system of delegation and accountability. In particular, it includes:

- comprehensive budgeting and monitoring systems with an annual budget and periodic financial reports which are reviewed and agreed by the MAT Board;
- regular reviews by the Finance Committee of reports which indicate financial performance against the forecasts and of major purchase plans, capital works and expenditure programmes;
- setting targets to measure financial and other performance;
- clearly defined purchasing (asset purchase or capital investment) guidelines;
- delegation of authority and segregation of duties; and
- identification and management of risks.

The MAT Board has considered the need for a specific internal audit function and has decided to appoint Price Bailey LLP as Internal Auditor.

The Internal Auditor's role includes giving advice on financial matters and performing a range of checks on the the Trust's financial systems. On a termly basis, the Internal Auditor reports to the MAT Board on the operation of the systems of control and on the discharge of the MAT Board's financial responsibilities.

Price Bailey LLP delivered their schedule of works as planned and no material control issues were identified.

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GOVERNANCE STATEMENT (continued)

REVIEW OF EFFECTIVENESS

As Accounting Officer, the Executive Headteacher has responsibility for reviewing the effectiveness of the system of internal control. During the year in question the review has been informed by:

- the work of the Internal Auditor;
- the work of the external Auditors;
- the financial management and governance self-assessment process; and
- the work of the executive managers within the Trust who have responsibility for the development and maintenance of the internal control framework.

The Accounting Officer has been advised of the implications of the result of their review of the system of internal control by the MAT Board and a plan to address weaknesses and ensure continuous improvement of the system is in place.

Approved by the MAT Board on 20 December 2016 and signed on their behalf, by:

Mrs S A Nyman
Chair of Trustees

Mr S Lewis
Accounting Officer

YAVNEH COLLEGE ACADEMY TRUST
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STATEMENT ON REGULARITY, PROPRIETY AND COMPLIANCE

As Accounting Officer of Yavneh College Academy Trust I have considered my responsibility to notify the Board of Trustees and the Education Funding Agency (EFA) of material irregularity, impropriety and non-compliance with EFA terms and conditions of funding, under the funding agreement in place between the Academy Trust and the Secretary of State for Education. As part of my consideration I have had due regard to the requirements of the Academies Financial Handbook 2015.

I confirm that I and the Board of Trustees are able to identify any material irregular or improper use of funds by the Academy Trust, or material non-compliance with the terms and conditions of funding under the Academy Trust's funding agreement and the Academies Financial Handbook 2015.

I confirm that no instances of material irregularity, impropriety or funding non-compliance have been discovered to date. If any instances are identified after the date of this statement, these will be notified to the Board of Trustees and EFA.

Mr S Lewis
Accounting Officer

Date: 20 December 2016

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STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31 AUGUST 2016

The Trustees (who are also the Directors of the Charitable Company for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with the Annual Accounts Requirements issued by the Education Funding Agency (EFA), United Kingdom Accounting Standards (UK GAAP) and applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Charitable Company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP 2015 and the Academies' Accounts Direction 2015 to 2016;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK GAAP 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 Charitable Company will continue in business.

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

The Trustees are responsible for ensuring that in its conduct and operation the Charitable Company applies financial and other controls, which conform with the requirements both of propriety and of good financial management. They are also responsible for ensuring grants received from the EFA/Department for Education have been applied for the purposes intended.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the Charitable Company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the Board of Trustees on 20 December 2016 and signed on its behalf by:

Mrs S A Nyman
Trustee

YAVNEH COLLEGE ACADEMY TRUST
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INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF YAVNEH COLLEGE ACADEMY TRUST

We have audited the financial statements of Yavneh College Academy Trust for the year ended 31 August 2016 which comprise the Statement of Financial Activities Incorporating Income and Expenditure Account, the Balance Sheet, the Statement of Cash Flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and the Academies Accounts Direction 2015 to 2016 issued by the Education Funding Agency.

This Report is made solely to the Trust'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 Yavneh College Academy Trust 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 Yavneh College Academy Trust and its Members, as a body, for our audit work, for this Report, or for the opinion we have formed.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND AUDITORS

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the Directors of the Charitable Company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to Yavneh College Academy Trust's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Trustees' Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our Report.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of Yavneh College Academy Trust's affairs as at 31 August 2016 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; and
- have been prepared in accordance with the requirements of the Companies Act 2006 and the Academies Accounts Direction 2015 to 2016 issued by the Education Funding Agency.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Trustees' Report, incorporating the Strategic Report, for the financial year for which the financial statements are prepared is consistent with the financial statements.

YAVNEH COLLEGE ACADEMY TRUST
(A Company Limited by Guarantee)

INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF YAVNEH COLLEGE ACADEMY TRUST

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where 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.

Mr Gary Miller (Senior Statutory Auditor)

for and on behalf of

Price Bailey LLP

Chartered Accountants
Statutory Auditors

Causeway House
1 Dane Street
Bishop's Stortford
Hertfordshire
CM23 3BT
21 December 2016

YAVNEH COLLEGE ACADEMY TRUST
(A Company Limited by Guarantee)

INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO YAVNEH COLLEGE ACADEMY TRUST AND THE EDUCATION FUNDING AGENCY

In accordance with the terms of our engagement letter dated 8 August 2013 and further to the requirements of the Education Funding Agency (EFA) as included in the Academies Accounts Direction 2015 to 2016, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by Yavneh College Academy Trust during the year 1 September 2015 to 31 August 2016 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 Yavneh College Academy Trust and the EFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to Yavneh College Academy Trust and the EFA 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 Yavneh College Academy Trust and the EFA, for our work, for this Report, or for the conclusion we have formed.

RESPECTIVE RESPONSIBILITIES OF YAVNEH COLLEGE ACADEMY TRUST'S ACCOUNTING OFFICER AND THE REPORTING ACCOUNTANT

The Accounting Officer is responsible, under the requirements of Yavneh College Academy Trust's funding agreement with the Secretary of State for Education dated 6 June 2011, and the Academies Financial Handbook extant from 1 September 2015, 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 2015 to 2016. 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 year 1 September 2015 to 31 August 2016 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 Academies Accounts Direction 2015 to 2016 issued by the EFA. 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 Trust's income and expenditure.

The work undertaken to draw to our conclusion includes:

- Consideration and corroboration of the evidence supporting the Accounting Officer's statement on regularity, propriety and compliance.
- Evaluation of the general control environment of the Trust, extending the procedures required for financial statements to include regularity.
- Discussions with and representations from the Accounting Officer and other key management personnel.
- An extension of substantive testing from our audit of the financial statements to cover matters pertaining to regularity, propriety and compliance in particular checking that selected items were appropriately authorised, and appropriate.

YAVNEH COLLEGE ACADEMY TRUST
(A Company Limited by Guarantee)

**INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO YAVNEH
COLLEGE ACADEMY TRUST AND THE EDUCATION FUNDING AGENCY (continued)**

CONCLUSION

In the course of our work, nothing has come to our attention which suggests that in all material respects the expenditure disbursed and income received during the year 1 September 2015 to 31 August 2016 have not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.

Reporting Accountant

Price Bailey LLP
Chartered Accountants

21 December 2016

YAVNEH COLLEGE ACADEMY TRUST
(A Company Limited by Guarantee)

**STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2016**

	Note	Unrestricted funds 2016 £	Restricted funds 2016 £	Restricted fixed asset funds 2016 £	Total funds 2016 £	As restated Total funds 2015 £
INCOME FROM:						
Donations and capital grants	2	-	1,306,359	27,842,553	29,148,912	1,409,505
Charitable activities	3	-	4,865,568	-	4,865,568	4,461,187
Other trading activities	4	153,465	128,052	-	281,517	254,209
Investments	5	472	-	-	472	266
TOTAL INCOME		<u>153,937</u>	<u>6,299,979</u>	<u>27,842,553</u>	<u>34,296,469</u>	<u>6,125,167</u>
EXPENDITURE ON:						
Charitable activities		<u>185,698</u>	<u>6,129,401</u>	<u>72,068</u>	<u>6,387,167</u>	<u>6,091,107</u>
TOTAL EXPENDITURE	6	<u>185,698</u>	<u>6,129,401</u>	<u>72,068</u>	<u>6,387,167</u>	<u>6,091,107</u>
NET INCOME BEFORE OTHER GAINS AND LOSSES		<u>(31,761)</u>	<u>170,578</u>	<u>27,770,485</u>	<u>27,909,302</u>	<u>34,060</u>
Transfers between funds	17	-	(3,240,998)	3,240,998	-	-
NET INCOME / (EXPENDITURE) BEFORE OTHER RECOGNISED GAINS AND LOSSES		<u>(31,761)</u>	<u>(3,070,420)</u>	<u>31,011,483</u>	<u>27,909,302</u>	<u>34,060</u>
Actuarial gains/(losses) on defined benefit pension schemes	22	-	(611,000)	-	(611,000)	32,000
NET MOVEMENT IN FUNDS		<u>(31,761)</u>	<u>(3,681,420)</u>	<u>31,011,483</u>	<u>27,298,302</u>	<u>66,060</u>
RECONCILIATION OF FUNDS:						
Total funds brought forward		<u>74,658</u>	<u>2,438,750</u>	<u>21,873</u>	<u>2,535,281</u>	<u>2,469,221</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>42,897</u></u>	<u><u>(1,242,670)</u></u>	<u><u>31,033,356</u></u>	<u><u>29,833,583</u></u>	<u><u>2,535,281</u></u>

YAVNEH COLLEGE ACADEMY TRUST
(A Company Limited by Guarantee)
REGISTERED NUMBER: 07643712

BALANCE SHEET
AS AT 31 AUGUST 2016

	Note	£	2016 £	£	As restated 2015 £
FIXED ASSETS					
Tangible assets	13		31,033,356		21,873
CURRENT ASSETS					
Debtors: amounts falling due after more than one year	14	-		2,760,000	
Debtors: amounts falling due within one year	14	265,030		684,362	
Cash at bank and in hand		177,210		48,685	
			442,240	3,493,047	
CREDITORS: amounts falling due within one year	15	(351,013)		(331,639)	
NET CURRENT ASSETS			91,227		3,161,408
TOTAL ASSETS LESS CURRENT LIABILITIES			31,124,583		3,183,281
CREDITORS: amounts falling due after more than one year	16		-		(48,000)
NET ASSETS EXCLUDING PENSION SCHEME LIABILITIES			31,124,583		3,135,281
Defined benefit pension scheme liability	22		(1,291,000)		(600,000)
NET ASSETS INCLUDING PENSION SCHEME LIABILITIES			29,833,583		2,535,281
FUNDS OF THE ACADEMY					
Restricted income funds:					
Restricted income funds	17	48,330		3,038,750	
Restricted fixed asset funds	17	31,033,356		21,873	
Restricted income funds excluding pension liability		31,081,686		3,060,623	
Pension reserve		(1,291,000)		(600,000)	
Total restricted income funds			29,790,686		2,460,623
Unrestricted income funds	17		42,897		74,658
TOTAL FUNDS			29,833,583		2,535,281

The financial statements were approved by the Trustees, and authorised for issue, on 20 December 2016 and are signed on their behalf, by:

Mrs S A Nyman
Trustee

Mr S Lewis
Accounting Officer

The notes on pages 21 to 37 form part of these financial statements.

YAVNEH COLLEGE ACADEMY TRUST
(A Company Limited by Guarantee)

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 AUGUST 2016

	Note	2016 £	As restated 2015 £
Cash flows from operating activities			
Net cash provided by operating activities	19	149,051	12,510
		<hr/>	<hr/>
Cash flows from investing activities			
Dividends, interest and rents from investments		472	266
Purchase of tangible fixed assets		(20,998)	(9,049)
		<hr/>	<hr/>
Net cash used in investing activities		(20,526)	(8,783)
		<hr/>	<hr/>
Change in cash and cash equivalents in the year		128,525	3,727
Cash and cash equivalents brought forward		48,685	44,958
		<hr/>	<hr/>
Cash and cash equivalents carried forward		177,210	48,685
		<hr/> <hr/>	<hr/> <hr/>

YAVNEH COLLEGE ACADEMY TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2016

1. ACCOUNTING POLICIES

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 of financial statements

The financial statements of Yavneh College 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 2015 to 2016 issued by EFA, the Charities Act 2011 and the Companies Act 2006.

Yavneh College Academy Trust constitutes a public benefit entity as defined by FRS 102.

First time adoption of FRS 102

These financial statements are the first financial statements of Yavneh College Academy Trust prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (FRS 102) and the Charities SORP 2015 (SORP 2015). The financial statements of Yavneh College Academy Trust for the year ended 31 August 2015 were prepared in accordance with previous Generally Accepted Accounting Practice ('UK GAAP') and SORP 2005.

Some of the FRS 102 recognition, measurement, presentation and disclosure requirements and accounting policy choices differ from previous UK GAAP. Consequently, the Trustees have amended certain accounting policies to comply with FRS 102 and SORP 2015.

Any reconciliations to previous UK GAAP for the comparative figures are included in note 25.

1.2 Company status

Yavneh College Academy Trust is a company limited by guarantee. Those Members who are Trustees are noted on page 1. In the event of Yavneh College Academy Trust being wound up, the liability in respect of the guarantee is limited to £10 per Member.

1.3 Fund accounting

Unrestricted income funds represent those resources which may be used towards meeting any of the charitable objects of the Yavneh College Academy Trust at the discretion of the Trustees.

Restricted fixed asset funds are resources which are to be applied to specific capital purposes imposed by the Department for Education 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 and include grants from the DfE.

YAVNEH COLLEGE ACADEMY TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2016

1. ACCOUNTING POLICIES (continued)

1.4 Income

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

Grants are included in the Statement of Financial Activities Incorporating Income and Expenditure Account on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

General Annual Grant is recognised in full in the Statement of Financial Activities Incorporating Income and Expenditure Account in the year 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 when there is entitlement and are not deferred over the life of the asset on which they are expended. Unspent amounts of capital grant are reflected in the balance of the restricted fixed asset fund.

Donations are recognised on a receivable basis where there is certainty of receipt and the amount can be reliably measured.

Other income, including the hire of facilities, is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

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

Charitable activities and governance costs are costs incurred on Yavneh College Academy Trust's educational operations, including support costs and costs relating to the governance of Yavneh College Academy Trust apportioned to charitable activities.

All resources expended are inclusive of irrecoverable VAT.

1.6 Going concern

The Trustees assess whether the use of going concern is appropriate, i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the academy to continue as a going concern. The Trustees make this assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements and have concluded that Yavneh College Academy Trust has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about Yavneh College Academy Trust's ability to continue as a going concern, thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

YAVNEH COLLEGE ACADEMY TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2016

1. ACCOUNTING POLICIES (continued)

1.7 Tangible fixed assets and depreciation

All assets costing more than £2,000 are capitalised.

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 requiring the continued use of the asset, the related grants are credited to a restricted fixed asset fund in the Statement of Financial Activities Incorporating Income and Expenditure Account 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 Incorporating Income and Expenditure Account. Where tangible fixed assets have been acquired with unrestricted funds, depreciation on such assets is charged to the unrestricted fund.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Long term leasehold property	-	70 years straight line
Plant and machinery	-	5 years straight line
Motor vehicles	-	5 years straight line
Computer equipment	-	3 years straight line

1.8 Operating leases

Rentals under operating leases are charged to the Statement of Financial Activities Incorporating Income and Expenditure Account on a straight line basis over the lease term.

1.9 Taxation

Yavneh College 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, Yavneh College 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 Liabilities and provisions

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the academy anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

1.11 Pensions

Retirement benefits to employees of the Yavneh College 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 Yavneh College Academy Trust.

The TPS is an unfunded scheme and contributions are calculated so as to spread the cost of pensions over employees' working lives with the academy 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 on the basis of quadrennial valuations using a prospective unit credit method. As stated in note 22, the TPS is a multi-employer scheme and there is insufficient information available to use defined benefit accounting. The TPS is therefore treated as a defined contribution scheme for accounting purposes and the contributions recognised in the period to which they relate.

YAVNEH COLLEGE ACADEMY TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2016

1. ACCOUNTING POLICIES (continued)

The LGPS is a funded 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 operating surplus 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 Incorporating Income and Expenditure Account 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.

1.12 Critical accounting estimates and areas of judgement

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.

Critical accounting estimates and assumptions:

Yavneh College 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 (income) for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 22, 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 2013 has been used by the actuary in valuing the pensions liability at 31 August 2016. 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.

2. INCOME FROM DONATIONS AND CAPITAL GRANTS

	Restricted funds 2016 £	Restricted fixed asset funds 2016 £	Total funds 2016 £	Total funds 2015 £
Donations	827,735	27,780,000	28,607,735	929,777
Donations in kind (see note 24)	460,000	-	460,000	460,000
Other grants	18,624	-	18,624	-
Capital grants	-	62,553	62,553	19,728
	<u>1,306,359</u>	<u>27,842,553</u>	<u>29,148,912</u>	<u>1,409,505</u>
Total donations and capital grants	<u>1,306,359</u>	<u>27,842,553</u>	<u>29,148,912</u>	<u>1,409,505</u>

In 2015, of the total income from donations and capital grants, £NIL was to unrestricted funds and £1,409,505 was to restricted funds

YAVNEH COLLEGE ACADEMY TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2016

3. FUNDING FOR ACADEMY'S EDUCATIONAL OPERATIONS

	Restricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
DfE/EFA grants			
General Annual Grant (GAG)	4,512,071	4,512,071	4,314,648
Other DfE / EFA grants	287,593	287,593	84,336
	<u>4,799,664</u>	<u>4,799,664</u>	<u>4,398,984</u>
Other government grants			
Local Authority grants	65,904	65,904	62,203
	<u>65,904</u>	<u>65,904</u>	<u>62,203</u>
	<u>4,865,568</u>	<u>4,865,568</u>	<u>4,461,187</u>

In 2015, of the total income from charitable activities, £NIL was to unrestricted funds and £4,461,187 was to restricted funds.

4. OTHER TRADING ACTIVITIES

	Unrestricted funds 2016 £	Restricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
Hire of facilities	67,514	-	67,514	50,265
Other income	85,951	128,052	214,003	203,944
	<u>153,465</u>	<u>128,052</u>	<u>281,517</u>	<u>254,209</u>

In 2015, of the total income from other trading activities, £135,921 was to unrestricted funds and £118,288 was to restricted funds.

5. INVESTMENT INCOME

	Unrestricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
Bank interest	472	472	266
	<u>472</u>	<u>472</u>	<u>266</u>

In 2015, of the total investment income, £ 266 was to unrestricted funds and £NIL was to restricted funds.

YAVNEH COLLEGE ACADEMY TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2016

6. EXPENDITURE

	Staff costs 2016 £	Premises 2016 £	Other costs 2016 £	Total 2016 £	As restated Total 2015 £
Provision of Education:					
Direct costs	3,793,512	-	700,221	4,493,733	4,089,745
Support costs	552,027	363,471	977,936	1,893,434	2,001,362
	<u>4,345,539</u>	<u>363,471</u>	<u>1,678,157</u>	<u>6,387,167</u>	<u>6,091,107</u>

In 2016, of the total expenditure, £185,698 (2015 - £12,047) was to unrestricted funds and £6,201,469 (2015 - £6,079,060) was to restricted funds.

7. CHARITABLE ACTIVITIES

	2016 £	2015 £
Direct costs -educational operations	4,493,733	4,089,745
Support costs - educational operations	1,893,434	2,001,362
	<u>6,387,167</u>	<u>6,091,107</u>
Total	<u>6,387,167</u>	<u>6,091,107</u>

Analysis of support costs	2016 £	2015 £
Support staff costs	552,027	544,695
Depreciation	9,515	4,200
Technology costs	123,532	163,524
Premises costs	363,471	374,733
Other support costs	789,553	895,305
Governance costs	55,337	18,905
	<u>1,893,434</u>	<u>2,001,362</u>
Total	<u>1,893,434</u>	<u>2,001,362</u>

8. NET INCOMING RESOURCES/(RESOURCES EXPENDED)

This is stated after charging:

	2016 £	2015 £
Depreciation of tangible fixed assets:		
- owned by or leased to Yavneh College Academy Trust	9,515	4,200
Governance Internal audit costs	1,500	1,500
Auditor's Fees	7,750	7,750
Auditor's remuneration - non-audit costs	4,500	4,155
	<u>13,265</u>	<u>17,605</u>

YAVNEH COLLEGE ACADEMY TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2016

9. STAFF COSTS

Staff costs were as follows:

	2016	2015
	£	£
Wages and salaries	3,447,670	3,295,695
Social security costs	274,024	218,454
Operating costs of defined benefit pension schemes	569,240	495,578
	4,290,934	4,009,727
Supply teacher costs	54,605	38,784
	4,345,539	4,048,511

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

	2016	2015
	No.	No.
Teachers	65	65
Administration and support	78	79
Management	7	7
	150	151

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

	2016	2015
	No.	No.
In the band £ 60,001 - £ 70,000	0	1
In the band £ 70,001 - £ 80,000	0	1
In the band £ 80,001 - £ 90,000	1	0
In the band £ 90,001 - £100,000	0	1
In the band £100,001 - £110,000	1	0

All of the above employees participated in the Teachers' Pension Scheme. During the year ended 31 August 2016 pension contributions for these staff amounted to £27,074 (2015 - £33,153).

The key management personnel of the Academy comprise the Trustees and the Senior Leadership Team as listed on page 1. The total amount of employee benefits (including employer pension contributions) received by key management personnel for their services to the Academy Trust was £577,556 (2015: £433,798)

10. CENTRAL SERVICES

No central services were provided by the Trust to its Schools during the year and no central charges arose.

YAVNEH COLLEGE ACADEMY TRUST
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11. TRUSTEES' REMUNERATION AND EXPENSES

One or more Trustees has been paid remuneration or has received other benefits from an employment with Yavneh College Academy Trust. The Executive Headteacher and other staff Trustees only receive remuneration in respect of services they provide undertaking the roles of Executive Headteacher and other staff members under their contracts of employment, and not in respect of their role as Trustees. The value of Trustees' remuneration and other benefits was as follows:

		2016 £	2015 £
Mr S Lewis, Headteacher	Remuneration	100,000-105,000	95,000-100,000
	Pension contributions paid	15,000-20,000	10,000-15,000
Mrs L Davis, Teacher	Remuneration	35,000-40,000	40,000-45,000
	Pension contributions paid	5,000-10,000	5,000-10,000
Mrs D Barnett, Teacher	Remuneration	20,000-25,000	£NIL
	Pension contributions paid	0-5,000	£NIL
Mr A Newby, Teacher	Remuneration	0-5,000	40,000-45,000
	Pension contributions paid	0-5,000	5,000-10,000

During the year, no Trustees received any reimbursement of expenses (2015: £Nil) in their role as Trustees and neither in their role as teachers.

12. TRUSTEES' 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 Trustees and Officers from claims arising from negligent acts, errors or omissions occurring whilst on Academy business, and provides cover up to £10,000,000. It is not possible to quantify the Trustees and Officers indemnity element from the overall cost of the RPA scheme.

13. TANGIBLE FIXED ASSETS

	L/Term Freehold Property £	Plant and machinery £	Motor vehicles £	Computer equipment £	Total £
Cost					
At 1 September 2015	-	17,096	21,000	16,502	54,598
Additions	31,000,000	20,998	-	-	31,020,998
At 31 August 2016	31,000,000	38,094	21,000	16,502	31,075,596
Depreciation					
At 1 September 2015	-	6,838	20,400	5,487	32,725
Charge for the year	-	3,420	600	5,495	9,515
At 31 August 2016	-	10,258	21,000	10,982	42,240
Net book value					
At 31 August 2016	31,000,000	27,836	-	5,520	31,033,356
At 31 August 2015	-	10,258	600	11,015	21,873

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13. TANGIBLE FIXED ASSETS (continued)

On 1 September 2016, Yavneh Foundation Trust donated the land and buildings to Yavneh College Academy Trust. The value of these assets has therefore been recognised during the year ended 31 August 2016 to reflect the fact that as at 31 August 2016 all documentation in relation to the transaction had been agreed and the transfer was completed on 1st September 2016.

14. DEBTORS

	2016 £	2015 £
Due after more than one year		
Other debtors (see note 24)	-	2,760,000
	-	2,760,000
	2016 £	2015 £
Due within one year		
Trade debtors	140,462	91,607
VAT	26,396	16,818
Other debtors (see note 24)	-	460,000
Prepayments and accrued income	98,172	115,937
	265,030	684,362

15. CREDITORS: Amounts falling due within one year

	2016 £	2015 £
Trade creditors	200,439	185,283
Other taxation and social security	91,014	69,104
Other creditors	48,060	60,060
Accruals and deferred income	11,500	17,192
	351,013	331,639
	2016 £	2015 £
Deferred income		
Deferred income at 1 September 2015	1,800	10,884
Resources deferred during the year	-	1,800
Amounts released from previous years	(1,800)	(10,884)
	-	1,800

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16. CREDITORS:
Amounts falling due after more than one year

	2016 £	2015 £
Other creditors	-	48,000
	-	48,000

17. STATEMENT OF FUNDS

	Brought forward as restated £	Income £	Resources expended £	Transfers in/out £	Gains/ (losses) £	Carried forward £
Unrestricted funds						
General funds - all funds	74,658	153,937	(185,698)	-	-	42,897
	74,658	153,937	(185,698)	-	-	42,897
Restricted funds						
General Annual Grant (GAG)	(181,250)	4,512,071	(4,309,823)	(20,998)	-	-
Pupil premium	-	77,263	(77,263)	-	-	-
SEN	-	60,938	(60,938)	-	-	-
Trips	-	51,009	(51,009)	-	-	-
Restricted donations Yavneh Primary Pre Development Grant	-	776,726	(776,726)	-	-	-
Donation in kind (see note 24)	-	210,330	(162,000)	-	-	48,330
Other restricted income	3,220,000	460,000	(460,000)	(3,220,000)	-	-
Pension reserve	-	151,642	(151,642)	-	-	-
	(600,000)	-	(80,000)	-	(611,000)	(1,291,000)
	2,438,750	6,299,979	(6,129,401)	(3,240,998)	(611,000)	(1,242,670)
Restricted fixed asset funds						
Restricted fixed asset funds - all funds	21,873	27,780,000	(9,515)	3,240,998	-	31,033,356
Devolved Formula Capital	-	35,472	(35,472)	-	-	-
Other EFA capital grants	-	27,081	(27,081)	-	-	-
	21,873	27,842,553	(72,068)	3,240,998	-	31,033,356
Total restricted funds	2,460,623	34,142,532	(6,201,469)	-	(611,000)	29,790,686
Total of funds	2,535,281	34,296,469	(6,387,167)	-	(611,000)	29,833,583

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

Unrestricted funds

This represents income received that does not have restrictions.

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17. STATEMENT OF FUNDS (continued)

General annual grant (GAG)

This represents funding from the EFA to cover the costs of recurrent expenditure.

Under the Funding Agreement with the Secretary of State, the Trust was not subject to a limit on the amount of GAG that it could carry forward at 31 August 2016.

Pupil premium

This represents funding to help raise achievement and improve outcomes for pupils from low income families who are eligible for free school meals.

SEN funding

This represents funding from the Local Authority and it is used towards the education of pupils with special educational needs and disabilities.

Restricted trip donations

This represents contributions made by parents towards the running costs of trips for the pupils of Yavneh College and the associated costs.

Restricted donations

This represents donations from Yavneh Foundation Trust which contributes to the costs of Jewish Studies teaching and the additional security costs of Yavneh College.

Yavneh Primary School Pre Development Grant

This represents start up costs for Yavneh Primary School.

Donations in kind

This fund represents the rent free occupation of the land and buildings owned by the Yavneh Foundation Trust.

Other restricted income

This represents income received from other bodies which is restricted in nature.

Pension reserve

This fund represents Yavneh College's share of the deficit on the Local Government Pension Scheme (LGPS) transferred to Yavneh College on conversion from a state controlled school.

Restricted fixed asset fund

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

Devolved formula capital (DFC) fund

This represents funding received from the EFA specifically for the maintenance and improvement of the Trust's buildings and facilities.

Other EFA capital grants

This represents funding from the EFA received for a specific capital project.

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17. STATEMENT OF FUNDS (continued)

ANALYSIS OF SCHOOLS BY FUND BALANCE

Fund balances at 31 August 2016 were allocated as follows:

	Total 2016 £	Total 2015 £
Yavneh College	25,311	3,113,408
Yavneh Primary School	65,916	-
Total before fixed asset fund and pension reserve	<u>91,227</u>	<u>3,113,408</u>
Restricted fixed asset fund	31,033,356	21,873
Pension reserve	(1,291,000)	(600,000)
Total	<u><u>29,833,583</u></u>	<u><u>2,535,281</u></u>

ANALYSIS OF SCHOOLS BY COST

Expenditure incurred by each School during the year was as follows:

	Staff costs £	Premises £	Other costs excluding depreciation £	Total 2016 £	Total 2015 £
Yavneh College	4,304,705	364,881	1,629,482	6,299,068	6,069,107
Yavneh Primary School	40,834	-	47,265	88,099	-
	<u>4,345,539</u>	<u>364,881</u>	<u>1,676,747</u>	<u>6,387,167</u>	<u>6,069,107</u>

18. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds 2016 £	Restricted funds 2016 £	Restricted fixed asset funds 2016 £	Total funds 2016 £	As restated Total funds 2015 £
Tangible fixed assets	-	-	31,033,356	31,033,356	21,873
Debtors due after more than 1 year	-	-	-	-	2,760,000
Current assets	42,897	399,343	-	442,240	733,047
Creditors due within one year	-	(351,013)	-	(351,013)	(331,639)
Creditors due in more than one year	-	-	-	-	(48,000)
Provisions for liabilities and charges	-	(1,291,000)	-	(1,291,000)	(600,000)
	<u>42,897</u>	<u>(1,242,670)</u>	<u>31,033,356</u>	<u>29,833,583</u>	<u>2,535,281</u>

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19. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2016 £	2015 £
Net income/(expenditure) for the year (as per Statement of Financial Activities)	27,909,302	34,060
Adjustment for:		
Depreciation charges	9,515	4,200
Dividends, interest and rents from investments	(472)	(266)
Decrease/(increase) in debtors	3,179,332	(48,826)
Decrease in creditors	(28,626)	(47,658)
Defined benefit pension scheme finance cost	80,000	71,000
Non-cash donations of assets	(31,000,000)	-
Net cash provided by operating activities	149,051	12,510

20. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2016 £	2015 £
Cash in hand	177,210	48,685
Total	177,210	48,685

21. MEMBERS' LIABILITY

Each Member of the Charitable Company undertakes to contribute to the assets of the Charitable Company in the event of it being wound up while they are a Member, or within one year after they cease to be a Member such amount as may be required, not exceeding £10, for the debts and liabilities contracted before they ceased to be a Member.

22. PENSION COMMITMENTS

Yavneh College Academy Trust's employees belong to two principal pension schemes: the Teacher's Pension Scheme for England and Wales (TPS) for academic and related staff; and the Local Government Pension Scheme (LGPS) for non-teaching staff, which is managed by Hertfordshire County Council. Both are Multi-Employer Defined Benefit Pension Schemes.

The latest actuarial valuation of the TPS related to the period ended 31 March 2012 and of the LGPS 31 March 2013.

There were no outstanding or prepaid contributions at either the beginning or the end of the financial year.

Teachers' Pension Scheme

Introduction

The Teachers' Pension Scheme (TPS) is a statutory, contributory, defined benefit scheme, governed by the Teachers' Pensions Regulations (2010) and, from 1 April 2014, by the Teachers' Pension Scheme Regulations 2014. Membership is automatic for full-time teachers in academies and, from 1 January 2007, automatic for teachers in part-time employment following appointment or a change of contract, although they are able to opt out.

The TPS is an unfunded scheme and members contribute on a 'pay as you go' basis – these contributions along with those made by employers are credited to the Exchequer. Retirement and other pension benefits are paid by public funds provided by Parliament.

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22. PENSION COMMITMENTS (continued)

Valuation of the Teachers' Pension Scheme

Not less than every four years 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. 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 2012 and in accordance with the Public Service Pensions (Valuations and Employer Cost Cap) Directions 2014. The valuation report was published by the Department for Education on 9 June 2014. The key elements of the valuation and subsequent consultation are:

- employer contribution rates set at 16.48% of pensionable pay, including a 0.08% employer administration charge (currently 14.1%);
- total scheme liabilities (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £191,500 million, and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £176,600 million giving a notional past service deficit of £14,900 million;
- an employer cost cap of 10.9% of pensionable pay will be applied to future valuations; and
- the assumed real rate of return is 3.0% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 2.75%. The assumed nominal rate of return is 5.06%.

During the previous year the employer contribution rate was 14.1%. The TPS valuation for 2012 determined an employer rate of 16.4%, which was payable from September 2015. The next valuation of the TPS will be as at March 2016, whereupon the employer contribution rate is expected to be reassessed and will be payable from 1 April 2019.

The employer's pension costs paid to TPS in the period amounted to £684,240 (2015 - £535,276).

A copy of the valuation report and supporting documentation is on the Teachers' Pensions website (www.teacherspensions.co.uk/news/employers/2014/06/publication-of-the-valuation-report.aspx).

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

Local Government Pension Scheme

The LGPS is a funded defined benefit scheme, with assets held in separate trustee-administered funds. The total contribution made for the year ended 31 August 2016 was £153,000 (2015 - £162,000), of which employer's contributions totalled £115,000 (2015 - £124,000) and employees' contributions totalled £38,000 (2015 - £38,000). The agreed contribution rates for future years are 26.6% 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.

Principal actuarial assumptions:

	2016	2015
Rate of increase in salaries	3.60 %	4.10 %
Rate of increase for pensions in payment	2.10 %	2.70 %
Discount rate	2.10 %	3.80 %

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22. PENSION COMMITMENTS (continued)

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

	2016	2015
Retiring today		
Males	22.3	22.3
Females	24.5	24.5
Retiring in 20 years		
Males	24.3	24.3
Females	26.7	26.7

Yavneh College Academy Trust's share of the assets in the scheme was:

	Fair value at 31 August 2016 £	Fair value at 31 August 2015 £
Equities	786,000	581,000
Bonds	350,000	253,000
Property	87,000	66,000
Cash	25,000	37,000
	<u>1,248,000</u>	<u>937,000</u>
Total market value of assets	<u>1,248,000</u>	<u>937,000</u>

The amounts recognised in the Statement of Financial Activities Incorporating Income and Expenditure Account are as follows:

	2016 £	2015 £
Current service cost (net of employee contributions)	(171,000)	(173,000)
Net interest cost	(24,000)	(22,000)
	<u>(195,000)</u>	<u>(195,000)</u>
Total	<u>(195,000)</u>	<u>(195,000)</u>
Actual return on scheme assets	<u>38,000</u>	<u>30,000</u>

Movements in the present value of the defined benefit obligation were as follows:

	2016 £	2015 £
Opening defined benefit obligation	1,537,000	1,299,000
Current service cost	171,000	173,000
Interest cost	62,000	52,000
Contributions by employees	38,000	38,000
Actuarial losses/(gains)	732,000	(24,000)
Benefits paid	(1,000)	(1,000)
	<u>2,539,000</u>	<u>1,537,000</u>
Closing defined benefit obligation	<u>2,539,000</u>	<u>1,537,000</u>

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22. PENSION COMMITMENTS (continued)

Movements in the fair value of Yavneh College Academy Trust's share of scheme assets:

	2016	2015
	£	£
Opening fair value of scheme assets	937,000	738,000
Interest income	38,000	30,000
Actuarial gains and (losses)	121,000	8,000
Contributions by employer	115,000	124,000
Contributions by employees	38,000	38,000
Benefits paid	(1,000)	(1,000)
	1,248,000	937,000
	1,248,000	937,000

23. OPERATING LEASE COMMITMENTS

At 31 August 2016 the total of the Trust's future minimum lease payments under non-cancellable operating leases was:

	2016	2015
	£	£
Amounts payable:		
Within 1 year	9,415	25,779
Between 1 and 5 years	4,224	7,303
	13,639	33,082
	13,639	33,082

24. RELATED PARTY TRANSACTIONS

For the period of these financial statements, Yavneh College Academy Trust operated from land and buildings provided rent free by Yavneh Foundation Trust. In accordance with the Academies Accounts Direction 2015 to 2016 the Trustees of Yavneh College Academy Trust have concluded that, on the basis of the circumstances existing during the year in question, and based upon the probable course of subsequent events, Yavneh College Academy Trust did have an asset representing the future value of occupying the property rent free. The Trustees of Yavneh College Academy Trust consider that the appropriate period for which to recognise this asset is the length of the notice period detailed in the Funding Agreement with the Secretary of State, i.e. 7 years. The Trustees of Yavneh College Academy Trust estimate that the cost of renting equivalent buildings would be £460,000 per annum, on this basis a donation from Yavneh Foundation Trust of £460,000 is shown in the accounts together with a notional expense of the same amount. In addition, in 2015, included within debtors was a donation in kind receivable of £3,220,000 which represented the informal commitment by Yavneh Foundation Trust to provide the land and buildings rent free for a minimum of a further 7 years.

On 1st September 2016 the land and buildings were gifted to Yavneh College Academy Trust by Yavneh Foundation Trust, details of this can be seen in note 13. The donation in kind as at 31st August 2016 is therefore £NIL as there is no longer any commitment to provide the land and buildings rent free from that date.

In addition Yavneh College Academy Trust received £776,726 (2015: £839,728) from Yavneh Foundation Trust, as a restricted donation, as noted in note 17. The balance due from them at the year end was £35,566 (2015: £89,880).

There were no other related party transactions during the year ended 31 August 2016.

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25. FIRST TIME ADOPTION OF FRS 102

It is the first year that the Academy Trust has presented its financial statements under SORP 2015 and FRS 102. The following disclosures are required in the year of transition. The last financial statements prepared under previous UK GAAP were for the year ended 31 August 2015 and the date of transition to FRS 102 and SORP 2015 was therefore 1 September 2014. As a consequence of adopting FRS 102 and SORP 2015, a number of accounting policies have changed to comply with those standards.

The policies applied under the Trust's previous accounting framework are not materially different to FRS 102 and have not impacted on funds or net income/expenditure.