

JOSEPH LEVY FOUNDATION

REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2019

JOSEPH LEVY FOUNDATION

CONTENTS

	Page
Reference and administrative information	1
Trustees' report	2 – 17
Independent auditor's report	18 – 20
Statement of financial activities	21
Balance sheet	22
Statement of cash flows	23
Notes to the accounts	24 – 37

JOSEPH LEVY FOUNDATION

REFERENCE AND ADMINISTRATIVE INFORMATION

Governing Document	Constitution of a Charitable Incorporated Organisation dated 19 January 2016	
Constitution of Trustees	The power to appoint additional Trustees is vested in the present Trustees	
Registered Name	Joseph Levy Foundation	
Registered Number	1165225 (England and Wales)	
Trustees	Peter Levy OBE Jane Jason OBE (Chair) Claudia Giat	Melanie Levy (Vice Chair) James Jason Katie Ellison
Director	James Fitzpatrick	
Registered Office	1 Bell Street London NW1 5BY	
Auditors	Lewis Golden LLP Chartered Accountants and Statutory Auditors 40 Queen Anne Street London W1G 9EL	
Bankers	Clydesdale Bank plc Studio B 154 – 158 Kensington High Street Kensington London W8 7RL	
Solicitors	Withers 16 Old Bailey London EC4M 7EG	
Investment Advisers	Sarasin & Partners LLP Juxon House, 100 St. Paul's Courtyard London EC4M 8BU	

JOSEPH LEVY FOUNDATION TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2019

Summary

What we did in 2018/19:

We allocated £853,520 in new grants - including £552,790 under our new priority of supporting autistic children and young people in the UK and Israel. The total includes a significant new grant (£100,000) to Chickenshed Theatre Trust to establish a bursary fund to help disabled and disadvantaged young people with the costs of their further and higher education over 3 years.

We continued to support two charities that assist people with Cystic Fibrosis and their families in the UK. This included the Joseph Levy Foundation ("the Foundation") running a small grants programme to help people with the additional costs of studying while living with this serious long-term medical condition. Having direct contact with the people our grants support has helped us to understand more directly the impact of our grantmaking and how our grantmaking processes work from the applicant's perspective.

We continued to update our internal systems – renewing our entire IT system and moving to the Cloud and ensuring we were compliant with the GDPR privacy requirements that came in to force in May 2018.

What we learned:

We assessed the impact of the grants we had made in previous years and we learned that our funding has helped a wide range of organisations to assist people experiencing different kinds of challenges and disadvantage.

We reviewed the first year of our new grantmaking strategy to check to see if it was achieving the objectives we set for it and we have made some adjustments for the second year (2019/20).

We have continued to focus on our own running costs to ensure we are using all our assets efficiently to further our charitable objects (e.g. by offering spare office space to some of the charities we support).

What we are going to do in 2019/20 and beyond:

We will remain closed to unsolicited grant applications as we aim to increase our understanding of autism and the role the Foundation might play in supporting autistic children and young people and their families. We will also deepen our relationship with the organisations we have just begun to support under this priority.

Our trustees want to be more actively involved in our grantmaking and in the relationships we wish to develop with the organisations we support. We will identify more ways for this to happen including having lead trustees for each of the major grants we award.

Due to the economic and financial uncertainty associated with Brexit we may have to reduce the amount of money we would otherwise plan to allocate in grants during 2019/20.

We will continue to develop the Foundation's systems and operations, including launching a new website.

We will also review at least one of our professional advisors and our banking arrangements during 2019/20.

JOSEPH LEVY FOUNDATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2019 (continued)

The accounts have been prepared in accordance with accounting policies set out on pages 24 to 26 and with applicable United Kingdom accounting standards, current statutory requirements, the Charities Act 2011, the Foundation's governing document, the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) as amended for periods commencing from 1 January 2016, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and UK Generally Accepted Practice as it applies from 1 January 2015.

Incorporation of the Joseph Levy Foundation

The Joseph Levy Foundation is a Charitable Incorporated Organisation (CIO) governed according to the Constitution dated 19 January 2016. It was established on this date, to take forward the work of the Joseph Levy Charitable Foundation, an unincorporated charity with registered charity number 245592. The Joseph Levy Charitable Foundation was established by the late Joseph Levy C.B.E. B.E.M. under a trust deed dated 5 April 1965. The two charities have now merged, with the merger being registered with the Charity Commission.

On 31 March 2016, in accordance with a deed of transfer between the Trustees of the Joseph Levy Charitable Foundation and Joseph Levy Foundation, in consideration of the assumption of the liabilities by Joseph Levy Foundation, the Trustees completed a transfer, including assignment and novation, by way of a charitable application and Joseph Levy Foundation acquired the assets of Joseph Levy Charitable Foundation. The transfer was effected by a donation from Joseph Levy Charitable Foundation to Joseph Levy Foundation amounting to £18.95m.

Objectives and Activities

The objects of the Foundation are to support charitable institutions and to promote charitable purposes. The Foundation carries out these objectives by making grants to organisations that carry out charitable activities.

The Trustees confirm that in accordance with Section 17 of the Charities Act 2011, they have referred to the Charity Commission's general guidance on public benefit when reviewing the Foundation's aims and objectives and in planning their future grant making activities.

The Trustees review the Foundation's financial position and grant spend at each meeting prior to the awarding of new grants. All grant recipients have to submit an annual grant evaluation form along with their annual report and accounts. This information is used to generate a discussion on how the funds of the Foundation are being used, as well as informing future grant making.

In February 2018 the Foundation's Trustees adopted a new 3-year Grantmaking Strategy for the period April 2018 to March 2021. Under the strategy the Trustees have confirmed that their vision and values for the Foundation are as follows:

**JOSEPH LEVY FOUNDATION
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

Our **Vision** for the Foundation is that it will continue to make a difference to the lives of those experiencing disadvantage.

The Foundation's **Values** reflect those of the Founders and guide all decision-making. Our values are:

- a) **Commitment:** being loyal and reliable.
- b) **Integrity:** being open, honest and clear in intention/transparent.
- c) **Involvement:** being pro-actively engaged.
- d) **Proactivity:** being passionate about what we do, being generous and demonstrating community responsibility. Setting an example and passing it on within the family as well as the wider community.
- e) **Inclusivity and connectivity:** thinking beyond differences everything that we do and using our **convening power** to connect people, projects and ideas, as well as to delegate.
- f) **Pioneering, innovative and imaginative:** actively seeing the possible, seeking new ways of working, new ways of enabling change, new ways of evolving. Forward thinking and ambitious in what can be achieved.
- g) **Joie de vivre:** actively demonstrating a love of life, and success.

While being more proactive – for example, seeking opportunities where the Foundation's support can make a significant difference – we will retain the flexibility to be able to respond to needs or opportunities that arise.

The Foundation is currently focussing its grantmaking primarily on supporting disadvantaged children and young people in the UK and Israel. The Foundation does not currently award grants to individuals.

The Foundation's main grantmaking objectives for the year have been to:

	Objective:	How We Do This:
1	Identify the best ways to use the resources of the Foundation to target and make a significant impact in our areas of interest.	<ul style="list-style-type: none"> a) Researching need within our areas of interest and actively seeking organisations to support. b) Providing non-grant support to some of the charities we fund (e.g. rent free office space). c) Being open to working collaboratively with other donors.
2	Keep transaction costs for both the Foundation and applicants/grantees as low as possible.	<ul style="list-style-type: none"> a) Remaining closed to unsolicited applications. b) Having a 2-stage grant application process. c) Accepting monitoring and evaluation reports that organisations have prepared for other donors.
3	Learn how to be a better grantmaker	<ul style="list-style-type: none"> a) We ask for feedback from the organisations we fund. b) We participate in learning opportunities – both with the organisations we support and more widely (e.g. through the Association of Charitable Foundations).

JOSEPH LEVY FOUNDATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2019 (continued)

In this, the first year of the new three year strategy, the Trustees have decided to focus the Foundation's new grants on supporting services for children and young people (up to the age of 25) who are on the Autistic Spectrum. The trustees have adopted a proactive approach which has 2 stages:

- 1) **Expressions of Interest:** the Foundation's staff and trustees compile a longlist of organisations working in our areas of interest. Those organisations are invited to submit a brief proposal which our Trustees review. Our Trustees then select a small number of organisations which are invited to submit full proposals;
- 2) **Full Proposals:** Our trustees review the full proposals and meet with the organisations to select the ones they will support.

In addition, Trustees continued to fund a small number of charities with which the Foundation already has a long-term relationship. Trustees also awarded a range of small grants to organisations which they had identified as matching the Foundation's values.

In addition to making grants, Trustees recognise that the Foundation can use other tools to meet our charitable objects, including:

Beyond Grantmaking: We recognise that there may be problems or issues which cannot be tackled by grantmaking alone. To tackle long term or entrenched problems we will use our convening power to connect people, projects and ideas.

Working with Others: We will seek opportunities to work and fund collaboratively with other donors where that will increase our impact.

Achievements and Performance

Grantmaking:

During the year ending 31 March 2019, the Foundation awarded 21 grants (2017/18: 11 grants) to 19 organisations (2017/18: 10 organisations) to support a range of activities as shown in the table below:

**JOSEPH LEVY FOUNDATION
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

Organisation	Funding Agreed in 2018/19	Purpose
Autism (children and young people up to and including the age of 25):		
Ambitious About Autism	234,565	To contribute to the cost of the 3-year Ambitious Approach programme which will comprise development, piloting, evaluation and dissemination of a tailored Positive Behaviour Support (PBS) programme to support children and young people with autism and complex needs in education. www.ambitiousaboutautism.org.uk
Autism NI	109,913	To fund the new post of Autism Support Officer (salary and associated costs) for the Greater Belfast area for 3 years. www.autismni.org/
Resources for Autism	81,146	To fund the salary of the Family Support Manager post for the West Midlands for 3 years.
	84,000	To fund the costs of support (support worker time and associated costs) for a minimum of 90 families in the West Midlands during the 2-year period. https://resourcesforautism.org.uk/
Hebrew University of Jerusalem	43,166	To support a study by the University's Autism Center to examine the feasibility and efficacy of a group intervention for children with autism spectrum disorders and disruptive behaviours in Israel. https://autismcenter.huji.ac.il/
Cystic Fibrosis:		
Cystic Fibrosis Trust – Joseph Levy Education Fund	46,286	To contribute to a small grants programme to help people with cystic fibrosis with the additional costs of higher education and vocational training during 2018/19. www.jlef.org.uk/
Cystic Fibrosis Trust – Welfare Grants	25,000	To contribute to the costs of a programme to provide small grants to people with cystic fibrosis and their families during 2018/19. www.cysticfibrosis.org.uk/the-work-we-do/support-available/financial-support/grants/health-and-wellbeing-grants
Cystic Fibrosis Holiday Fund	65,444	For the development and implementation of a new contact relationship management and grants management database for this charity which supports children and families affected by cystic fibrosis to have holidays and short breaks. www.cfholidayfund.org.uk
Longstanding Relationships:		
Chickenshed Theatre Charitable Trust	100,000	To establish The Lawrence Levy Bursary Fund to support a total of approximately 80 young people with additional needs during their Higher Education, from Foundation Degree to their BA during the 3 academic years 2018/19, 2019/20 and 2020/21. www.chickenshed.org.uk
England and Wales Blind Golf	14,000	A contribution to the cost of a consultancy to help the organisation to develop its marketing and fundraising capability with the aim of recruiting additional members and increasing and diversifying its income. https://ewblindgolf.co.uk/

**JOSEPH LEVY FOUNDATION
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

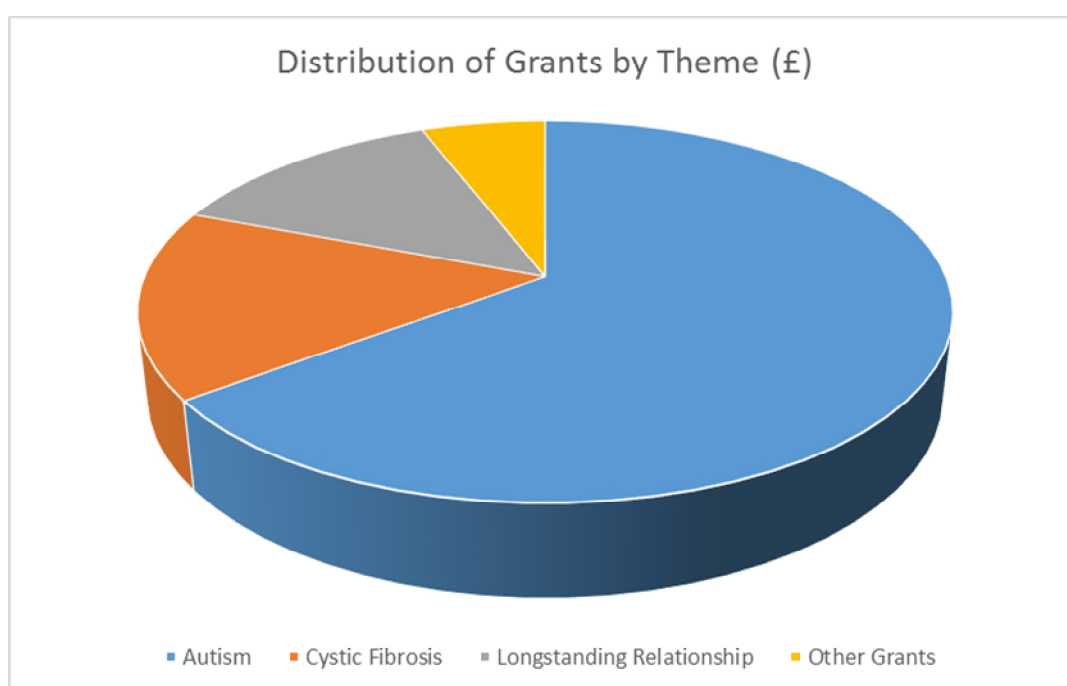
Other Grants:		
Barzilai Medical Center	10,000	To purchase a dialysis machine at this medical centre in Ashkelon, Israel. www.bmc.gov.il/eng
Breast Cancer Hope	5,000	To contribute to the cost of research (literature review) into surgical resection in the treatment of breast cancer. www.breastcancerhope.org.uk
Institute for Jewish Policy Research	2,500	A contribution to core costs for 2018/19 for this charity that specialises in researching the state of the contemporary Jewish communities in the UK and elsewhere in Europe. https://jpr.org.uk/
Jewish Child's Day	500	A contribution to core costs for 2018/19 for this grant-making charity which helps children in need worldwide. https://jcd.uk.com/
Jewish Music Institute	1,000	A contribution to core costs for 2018/19 for this charity which celebrates, preserves and develops the heritage of Jewish music. www.jmi.org.uk
Moor House School	5,000	A contribution to the cost of creating an interactive playground and sensory garden at this specialist school for children and young people with speech & language difficulties. www.moorhouse.surrey.sch.uk
Movement for Reform Judaism (Reform Movement)	3,000	A contribution to core costs for 2018/19 for this charity which is the national umbrella organisation of 41 autonomous synagogue communities in the UK. www.reformjudaism.org.uk
Noah's Ark Children's Hospice	3,000	A contribution towards the "Building the Ark" appeal to construct a new hospice for children in north and central London and Hertsmere. www.noahsarkhospice.org.uk
St John's School	5,000	To purchase the reading materials, B Squared Autism progress software and library equipment for this school for learners with complex behaviours aged from 7 to 25. www.st-johns.co.uk
The Disability Foundation	5,000	To cover the cost of complementary therapies for inpatients on the wards at the Royal National Orthopaedic Hospital over a 15-month period. www.tdf.org.uk/
Voicebox	10,000	A contribution to staff and running costs for 6 months for this organisation which delivers drama-based PSHE workshops for young people across London to explore the nature of masculinity. www.voiceboxcic.com/
<u>TOTAL</u>	<u>£853,520</u>	

**JOSEPH LEVY FOUNDATION
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

We are grateful to these organisations for the opportunity to support their work to help improve the lives of people experiencing difficulty and disadvantage.

The grant totals under each theme are as follows:

	£	%
Autism	552,790	65
Cystic Fibrosis	136,730	16
Longstanding Relationship	114,000	13
Other Grants	50,000	6
TOTAL	853,520	



The Foundation will begin to receive monitoring reports on the use and impact of these grants during 2019/20.

The Foundation has adopted the 360 Giving Standard www.threesixtygiving.org for publishing grants data. We have decided to adopt the standard:

- a) To help us be transparent in what we are funding as we think transparency is an important principle in grantmaking;
- b) So that our data can be added to others' data - in a standardised, accessible format - in the hope that it will have wider utility (e.g. to researchers, policymakers, etc);
- c) Because under our current strategy one of our objectives is that "we will seek opportunities to work and fund collaboratively with other donors where that will increase our impact" and we believe that publishing what we fund through 360 Giving/GrantNav, as well as on our own website, may help potential funding partners to find us.

**JOSEPH LEVY FOUNDATION
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

During the year the Foundation received monitoring reports relating to 13 grants paid in the preceding year (2017/18):

Organisation	Grant paid in 2017/18	Summary of Impact
Chickenshed Theatre Charitable Trust	10,000	The grant contributed to the Crime of the Century Outreach Programme. More than 2,150 young people in schools experienced performances and workshops on reducing gang violence and knife crime during 2017/18. "The excellence of the performance, coupled with the quality of the workshop, helped the children to contemplate these really difficult issues in a safe, interactive, and engaging environment." - Teacher from the London Borough of Tower Hamlets www.chickenshed.org.uk
Community Security Trust	10,000	The grant contributed towards the costs of the training for volunteers during 2017/18. 3,000 volunteers (including 150 new volunteers) were trained to provide protection to the Jewish community in the UK. "We have had a very positive response to this training project which is evident in the reaction we get from volunteers who have unanimously praised the outcome of the course." - CST https://cst.org.uk/
Creative Future	15,000	The grant contributed to staff salaries and the cost of two national flagship events. In 2017/18 the charity worked with 980 artists and writers (who lack opportunities due to mental health issues, disability or other social circumstances) through workshops, mentoring and other support. "The CFLA award has enabled me to feel as if I could be taken seriously in the world of writing." - Author www.creativefuture.org.uk
Cystic Fibrosis Holiday Fund	128,589	The grant funded the charity's Director post and contributed to fundraising and administration costs. In 2017 the charity provided grants to help 148 families with children with cystic fibrosis have a holiday or break and provided 30 families with a fully funded holiday. "The holiday did our family the world of good. We have been through a very stressful time in the last few months with a lot of adjustments in our family. We already deal with a lot of stress in managing his condition on a daily basis. It has been a struggle recently to get him to really focus on his health, so we were feeling very overwhelmed." – Parent www.cfholidayfund.org.uk
Cystic Fibrosis Trust – Joseph Levy Education Fund	45,921	102 people received a grant from the Fund to assist with the additional costs of education and training associated with having Cystic Fibrosis. "You very kindly granted me £500 pounds towards an online medical secretary course in order for me to complete a medical terminology and text processing exam. Since I managed to take this course, it also gave me the advantage to get an apprenticeship at a GP's surgery." – Grant recipient www.jlef.org.uk/

**JOSEPH LEVY FOUNDATION
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

Organisation	Grant paid in 2017/18	Summary of Impact
Cystic Fibrosis Trust (Welfare Services)	(Committed in 2017/18, paid in 2018/19) 25,000	The grant contributed to the Trust's Welfare Grants budget. During the year the Trust awarded grants to 964 people to help them through a period of difficulty or crisis – including funerals, organ transplants, holidays and health related needs. “My family and I would just like to say thank you for the grants we have recently received from you. We really couldn't put into words how much they have helped us get back on our feet.” www.cysticfibrosis.org.uk/the-work-we-do/support-available/financial-support/grants/health-and-wellbeing-grants
England & Wales Blind Golf	40,000	The grant was a contribution to the cost of the Lawrence Levy Blind Masters Golf Tournament and a contribution to the costs of administration and training. 70 blind and sight impaired members of the charity participated in a range of training and activities during the year including the Lawrence Levy British Blind Masters tournament. “Newly blinded people often think they can no longer play golf and EWBG provides them with the chance to discover a much-loved game once again.” - EWBG https://ewblindgolf.co.uk/
Institute for Jewish Policy Research	5,000	The grant was a contribution to the charity's research, seminars and publications benefitting professionals, academics, students, journalists and the wider public. “Really fascinating – knowledge like this helps to understand the community we service and helps to inform crucial strategy decisions.” – Participant in seminar on research findings https://jpr.org.uk/
KIAH (Alliance Israelite Universelle)	10,000	The grant contributed to the cost of the Yes I Can programme for children with learning disabilities in the Mekif He “Darca” Ashkelon middle school in Israel for the 2017/18 school year. 24 students benefitted from the programme in a variety of ways (e.g. their average grade in the surrogate subject of Literature increased by 18 points over the year). “The teachers attended regular training sessions, acquiring new teaching strategies in accordance with the students' needs as well as guidance regarding issues that arose during their work.” - KIAH www.kiah.org.il/en/
Motivation	15,000	The grant contributed to the costs of the Advocacy and Ambassador work undertaken by the charity's Founder Director during 2018 to promote effective assistive technology for disabled people. Through advocating design, attending and speaking at conferences and events, participating in high level collaborations with the World Health Organization, DFID and USAID, promoting the charity's work through various networks, fundraising and media, the project reached 408,341 people in 2018. www.motivation.org.uk

**JOSEPH LEVY FOUNDATION
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

Organisation	Grant paid in 2017/18	Summary of Impact
SweetTree Farming for All	15,000	The grant contributed to the costs of an additional member of support staff. During 2017/18 an additional 160 children and adults with education, health or social support needs participated in farm activities. "The session gave me an opportunity to see a different side to my students. Excellent staff friendly, knowledgeable, patient - students got to ask many questions no matter what the subject." - Teacher www.sweettreefarmingforall.org.uk/
Target Ovarian Cancer	25,000	The grant contributed to the costs of the Knowing the Risks Programme: reached 45 per cent all GPs across the country with professional training modules and provided support and advice to more than 24,000 women affected by ovarian cancer. "Whilst deep down I knew the hospital did everything they could for mum you have put my mind at rest... Once again thanks for your time."- Helpline caller www.targetovariancancer.org.uk
Woman's Trust	10,000	The grant funded two support groups for women affected by domestic violence and abuse in London. 17 women were supported by this project between July 2017 and March 2018. The support groups helped women recover their mental and emotional wellbeing and re-build their capacity to help themselves primarily by breaking the isolation. "The groups show women they are not alone; enable peer support so women are able to learn from each other's experiences, and help women build new support networks with others who understand and can empathise with them." – Woman's Trust http://womanstrust.org.uk/
TOTAL	£354,510	

It is difficult to present meaningful aggregated data showing the overall impact of the work we have supported with our grants. This is because of:

- the wide range of activities we have supported (e.g. from policy and influencing work to provision of respite breaks);
- the fact that we fully fund some activities and only contribute towards the costs of others;
- the different contexts in which the projects we support are working (e.g. from special needs education in Israel to outreach in London schools); and
- the differing needs of the people receiving support from the projects we have funded (e.g. from women affected by domestic abuse to blind sportspeople).

However, in headline terms, these reports show that the Foundation's funding has supported a wide range of health, education, social care and recreational services across the UK and beyond – helping to support thousands of people.

A grant of £15,000 awarded to Breast Cancer Haven in 2017/18 (to contribute to the costs of an evaluation of the cost effectiveness of Breast Cancer Haven's services) remained unpaid during 2018/19 as the recipient charity was continuing to seek match funding.

JOSEPH LEVY FOUNDATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2019 (continued)

The Foundation also provides non-grant support to two of the charities listed above – the Cystic Fibrosis Holiday Fund and the Cystic Fibrosis Trust:

Cystic Fibrosis Holiday Fund (CFHF): The Foundation provides office space to the CFHF within the Foundation's offices. In previous years the Foundation gave annual grants to the CFHF to cover the costs of their proportion of the rent and service charge and then invoiced the CFHF for the same amount. This practice has ceased but the CFHF continues to have its rent and associated service charges paid for by the Foundation and the Foundation now recognises this cost as charitable expenditure.

The Foundation also allows CFHF to utilise the Foundation's Administrator as required. This cost is recognised by the Foundation as charitable expenditure by apportioning staff costs.

Cystic Fibrosis Trust: The Foundation administers the Joseph Levy Education Fund which is a project of the Cystic Fibrosis Trust. The Foundation's staff costs for this and an associated proportion of rent and service charge are recognised by the Foundation as charitable expenditure. During the year we negotiated a Memorandum of Understanding with the Cystic Fibrosis Trust setting out the basis of this arrangement.

Other Activities:

In addition to our grantmaking, the Foundation's significant activities during the year related to:

- Reviewing the Foundation's main policies and procedures – including its Financial Procedures and Staff Handbook and developing a policy for trustees' expenses.
- Compiling a history of the Foundation to inform future grantmaking strategy and governance arrangements.

Trustees, Structure, Governance and Management

The trustees are responsible for the overall control and governance of the Foundation. The trustees give their time freely and receive no remuneration or other financial benefits although they are entitled to be reimbursed for expenses directly incurred in the role. Details of trustee expenses and related party transactions are disclosed in note 21 to the accounts.

Trustees are required to disclose all relevant interests and register them with the Director and in accordance with the Foundation's policy withdraw from decisions where a conflict of interest arises.

Under the Foundation's constitution the terms of office of two of the Foundation's trustees – Peter Levy and Jane Jason – expired in January 2019. Both trustees were then reappointed for a further term of 3 years.

The Trustees meet together as a body four times each year in order to set and monitor the Foundation's strategy and policies, to receive reports on the implementation of the Foundation's work programme and to authorise the distribution of grants to enable the objects of the Foundation to be furthered.

JOSEPH LEVY FOUNDATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2019 (continued)

This is a family foundation and the children and grandchildren of the Founder are encouraged to become Trustees. There are currently six family Trustees. The Foundation has made it a requirement that new Trustees should attend training in the legal and financial aspects necessary to carry out their duties as Trustees and participate fully in the governance of the Foundation.

Members of the family who do not wish to become a Trustee at the present time are encouraged to participate in the grant making activities of the Foundation although all grant decisions are made by the Trustees.

Under the Foundation's constitution the Foundation has a category of member entitled 'Observer'. Observers are entitled to attend Trustees' Board meetings but are not entitled to vote. In April 2018 Jonathan Levy stood down as an Observer and the Board would like to thank him for his contribution to the Foundation. Mark Jason continued as an Observer during the year.

Key Management Personnel Remuneration

The trustees govern the Foundation and control its strategic direction. They delegate the management of the Foundation to the Director who is supervised by the Chair of the Board of Trustees and who reports to the Board at quarterly trustee meetings. The Director line manages the Foundation's other paid staff members. As such, the trustees consider the key management personnel of the Foundation to be the Director.

On his appointment in June 2017 the salary for the post of Director, James Fitzpatrick, was set on the basis of benchmarks with grant-making charities of a similar size and activity to ensure that the remuneration set was fair and not out of line with that generally paid for similar roles. The salary is reviewed annually as part of the Foundation's budget setting process. The Director's annual salary at the year-end was £61,500 and during the year the Foundation made a 4% contribution to his pension under the Workplace Pension arrangements.

The Foundation employs 3 people (2.4 full time equivalents) and the ratio of pay between the two full-time posts is 2.3:1.

Risk Management

The Trustees have considered and identified the major risks to which the Foundation is subject and have put in place measures to mitigate them. Internal controls have been established to ensure the effective management and monitoring of the charity's operation.

The Trustees review their risk management strategy at least annually or when specific circumstances require it. Major financial risks are reviewed at each Trustee meeting. The major areas of risk identified during the year, and the steps taken to mitigate them, are:

- 1) IT system: The Foundation replaced its IT system and moved to a Cloud-based to minimise the risk of data loss and maximise flexible working. Data security was a key element of the specification for the new system.
- 2) Grant fraud: The Foundation's grantmaking strategy for the period 2018-2021 outlines the criteria and priorities for its grantmaking and the stages of the grantmaking process, including due diligence on grantee selection and grant monitoring. The Foundation has incorporated guidance produced by HMRC (on international grantmaking) and the Association of Charitable Foundations (on tackling external grant fraud) into its grantmaking strategy.

JOSEPH LEVY FOUNDATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2019 (continued)

Financial Review

The results for the year are set out in the attached accounts. Total incoming resources have reduced to £862,847 (2017/18: £900,419). This reduction is, in part, explained by the sale of the Old Curiosity Shop investment property in January 2018, resulting in an end to rental income from that source (2017/18: £18,510).

Following a review by an independent actuary, the Trustees decided to withdraw from the multi-employer defined benefit pension scheme into which the Foundation was required to make annual payments under a debt recovery plan, although the Foundation had ceased to have any employees in the scheme. As a "last man standing" scheme, continued membership represented a significant financial risk for the Foundation. The Foundation exited the scheme with effect from 31 July 2018 at a total cost of £182,571 (£176,791 Section 75 debt plus fees).

The value of the Foundation's listed investments has increased to £21,188,873 (2017/18: £20,586,496). Based on the advice of the Foundation's investment managers, the trustees feel that this is within an acceptable range associated with short term market volatility.

As a result of grant commitments made by the Foundation, from time to time, the balance sheet shows a net current liabilities position. The Foundation meets grant commitments from cash, income subsequently generated from investments and if required by the realisation of part of the investment portfolio. Therefore the Foundation is able to meet its liabilities as and when they fall due.

As shown in the Statement of Financial Activities, during the year the Foundation spent £485,769 more than it received in income. This planned "overspend" was the result of a decision by the Trustees to:

- a) significantly increase the level of new grant commitments made this year – totalling £853,520 in comparison to £461,426 in 2017/18.
- b) exit the SVSPS pension scheme to minimise financial uncertainty and future liability.

The decision to spend significantly more on grants this year was based, in part, on having underspent in the 3 previous years while the Foundation was going through a period of change and was developing its new grantmaking strategy. The Trustees were therefore able to use some of the Foundation's cash reserves to fund this year's overspend.

The trustees continue to work with their Investment Advisers to meet the financial needs of the Foundation in line with the Investment Policy.

Investment Policy

The Foundation's trustees have agreed the following investment objectives:

- a) That the real value of the Foundation's endowment should, as far as possible, be maintained whilst generating a stable and sustainable return that enables the Foundation to continue its grantmaking, and fund its running costs, for the foreseeable future.
- b) That the Foundation's endowment will be invested in ways which do not undermine, and where possible should actively support, the Foundation's charitable aims.

**JOSEPH LEVY FOUNDATION
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

The investments of the Foundation are managed by Sarasin & Partners LLP and invested in two Charity Authorised Investment Funds (CAIFs).

While both funds have an income bias, the Sarasin Endowments Fund is primarily invested to achieve long term capital growth. The Sarasin Income & Reserves Fund is primarily focused on capital preservation and income generation. The balance between the two Funds is set to meet the Foundation's specific needs.

The funds do not invest in tobacco and avoid investment in companies that have more than 10% of their turnover from alcohol manufacture, armaments, gambling or pornography. With the exception of the 4th quarter of 2018 equity markets rose steadily with the FTSE All Share up 6.4% and the MSCI All Countries World Index ex UK up 10.6%. Bond markets oscillated as expectation of an increase in US interest rates were revised as, the Chairman of the US Federal Reserve changed the tone by signalling that rates would likely be held steady for the remainder of 2019. In the UK the Bank of England followed a similar if somewhat muted path.

Against this backdrop, the Fund produced a total return for the year to 31 March 2019 of +6.5% after all costs. Over 3 and 5 years, the Fund's annualised returns were 7.8% and 6.6% respectively.

Looking forward, the impact of the trade war has begun to bite, as evidenced by a sharp slowdown in European manufacturing data to near recessionary levels. Recent new factory orders from Germany were very poor (a collapse year on year of -8.4%, the worst number since 2009). This slowing trend has also been evident across the US, Asia and China. Perhaps counterintuitively, the only major economy in the world currently bucking the trend has been the UK, a bizarre by-product of Brexit, as British companies have rushed to stockpile raw materials in case of a possible 'no deal' exit.

The synchronised global slowdown is not exactly welcome, but it has at least taken pressure off key interest rates, which is good news for equity valuations. Inflation remains stubbornly below central bank targets in all the major economies, including the United States.

The portfolio's equity exposure remains focused on companies whose collective profile combines our highest conviction, long-term thematic growth trends, with strong free cash flow generation supporting sustainable yields, far in excess of government bond returns.

As at 31 March 2019, the assets of the portfolio managed by Sarasin & Partners were valued at £21.2 million. The underlying asset allocation of the portfolio was:

Asset Class	Value £'000	Allocation %
Fixed Interest	5,105	24.1
UK Equities	3,797	17.9
Global Equities	8,600	40.6
Property	1,692	8.0
Alternatives	802	3.8
Cash	1,193	5.6
Total	21,189	100

**JOSEPH LEVY FOUNDATION
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

Reserves Policy

The Foundation has adopted a policy to maintain the future levels of grants to charities in real terms, as far as possible. In order to achieve this, the actual income received in any year will be supplemented, if necessary, from capital which the Trustees have the right to distribute if required. It is the intention and policy, however, to retain and maximise the capital value of the fund in order to be able to continue to support charities in the longer term.

Plans for Future Periods

The Trustees will continue to concentrate the support of the Foundation in areas of work in which they have an interest and which they feel do not receive an adequate level of recognition and funding by the statutory sector. Under their current grantmaking strategy the trustees have decided to:

- remain closed to unsolicited applications;
- continue to support a small number of charities with which the Foundation has had a long-term relationship;
- focus the Foundation's new grantmaking on supporting children and young people with Autism in the UK and Israel. We recognise that this may involve issues which cannot be tackled by the Foundation alone and we will therefore be looking for opportunities to work collaboratively with others. We also recognise that grantmaking may not be sufficient to tackle long term or entrenched problems so we will also aim to use our convening power to connect people, projects and ideas.

Reference and Administrative Information

The reference and administrative information set out on page 1 forms part of this report.

The Trustees who served during the year are shown on page 1 of this report.

**JOSEPH LEVY FOUNDATION
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

Statement of trustees' responsibilities

The trustees are responsible for preparing the Annual Report and the accounts in accordance with applicable law and regulations.

The law applicable to charities in England & Wales requires the trustees to prepare accounts for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The trustees must not approve the accounts unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period.

In preparing these accounts, the trustees are required to:

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

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the Charity's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Approved and signed on behalf of the Trustees.

Jane Jason OBE
Chair

Melanie Levy
Vice Chair

Date: 4/11/19

JOSEPH LEVY FOUNDATION INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE JOSEPH LEVY FOUNDATION FOR THE YEAR ENDED 31 MARCH 2019

Opinion

We have audited the accounts of the Joseph Levy Foundation for the year ended 31 March 2019 which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows and Notes to the Accounts, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the accounts:

- give a true and fair view of the state of the charity's affairs as at 31 March 2019 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the 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 accounts section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the accounts in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

- the Trustees' use of the going concern basis of accounting in the preparation of the accounts is not appropriate; or
- the Trustees have not disclosed in the accounts 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 accounts are authorised for issue.

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the Trustees' Report other than the accounts and our auditor's report thereon. Our opinion on the accounts 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 accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts 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 accounts 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.

**JOSEPH LEVY FOUNDATION
INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES
OF THE JOSEPH LEVY FOUNDATION
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the accounts; or
- sufficient accounting records have not been kept; or
- the accounts 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 set out on page 17 the Trustees are responsible for the preparation of the accounts 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 accounts that are free from material misstatement, whether due to fraud or error.

In preparing the accounts, 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.

Auditor's responsibilities for the audit of the accounts

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the accounts 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 accounts.

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

**JOSEPH LEVY FOUNDATION
INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES
OF THE JOSEPH LEVY FOUNDATION
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

Use of our report

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's Trustees 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 Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Lewis Golden LLP
Chartered Accountants and Statutory Auditors
40 Queen Anne Street
London W1G 9EL

Date: 20/11/19

Lewis Golden LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

JOSEPH LEVY FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
(incorporating the income and expenditure account and the statement of
total recognised gains and losses)
FOR THE YEAR ENDED 31 MARCH 2019

	Note	Expendable Endowment Funds 2019 £	Unrestricted Funds 2019 £	Total 2019 £	Total 2018 £
Income and endowments from:					
Donations and legacies		-	285	285	115
Investments	2	-	862,562	862,562	881,794
Interest and dividends		-	-	-	18,510
Rent receivable		-	-	-	-
Total		-	862,847	862,847	900,419
Expenditure on:					
Raising funds					
Investment management fees	3	-	(97,114)	(97,114)	(98,065)
Charitable activities	6	-	(1,068,931)	(1,068,931)	(688,162)
Multi-employer defined benefit pension scheme exit costs	9	-	(182,571)	(182,571)	-
Total		-	(1,348,616)	(1,348,616)	(786,227)
Net (expenditure)/income and net movement in funds before gains and losses on investments					
		-	(485,769)	(485,769)	114,192
Net gains/(losses) on investments	13	543,566	-	543,566	(104,650)
Net movement in funds		543,566	(485,769)	57,797	9,542
Reconciliation of funds					
Total funds brought forward		20,097,254	947,619	21,044,873	21,035,331
Total funds carried forward		20,640,820	461,850	21,102,670	21,044,873

Notes:

(a) TRUSTEES' ABSOLUTE DISCRETIONARY POWER

The Trustees in their absolute discretion may apply both the income and capital of the trust funds to such charitable institutions or for such charitable purposes as they shall in their absolute discretion think fit, with no restriction in their investment powers.

(b) UNRESTRICTED AND ENDOWMENT FUNDS

The total funds are all unrestricted.

**JOSEPH LEVY FOUNDATION
BALANCE SHEET
AS AT 31 MARCH 2019**

	Note	31 March 2019	31 March 2018
		£	£
Fixed assets			
Investments			
Listed investments	11, 12	21,071,629	20,528,063
Short term cash deposits	11, 24	117,244	58,433
Tangible fixed assets	14	49,556	37,793
		<u>21,238,429</u>	<u>20,624,289</u>
Current assets			
Sundry debtors and prepayments	15	35,613	68,264
Cash at bank and in hand	24	471,598	769,629
		<u>507,211</u>	<u>837,893</u>
Creditors: amounts falling due within one year			
Grant commitments	5	(394,504)	(190,276)
Sundry creditors and accruals	16	(32,534)	(47,973)
		<u>(427,038)</u>	<u>(238,249)</u>
Net current assets		<u>80,173</u>	<u>599,644</u>
Total assets less current liabilities		<u>21,318,602</u>	<u>21,223,933</u>
Creditors: amounts falling due after more than one year			
Grant commitments	5	(215,932)	(179,060)
Net assets		<u>21,102,670</u>	<u>21,044,873</u>
Trust Funds			
Expendable Endowment Funds	17	20,640,820	20,097,254
Unrestricted Income Funds	17	461,850	947,619
		<u>21,102,670</u>	<u>21,044,873</u>

The notes on pages 24 to 37 form part of these accounts.

Approved and signed on behalf of the Trustees.

Jane Jason OBE
Chair

Melanie Levy
Vice Chair

Date: 4/11/19

**JOSEPH LEVY FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2019**

	Note	2019 £	2018 £
Cash used in operating activities	23	(982,010)	(608,419)
Cash flows from investing activities			
Investment income		860,610	881,305
Interest received		1,952	489
Purchase of fixed assets		(22,658)	(648)
Rental Income		-	18,510
Investment management fees		(97,114)	(98,065)
Proceeds from disposal of investments		-	485,000
Cash provided by investing activities		<u>742,790</u>	<u>1,286,591</u>
(Decrease)/increase in cash and cash equivalents for the year		(239,220)	678,172
Cash and cash equivalents at the start of the year		<u>828,062</u>	<u>149,890</u>
Cash and cash equivalents at the end of the year	24	<u><u>588,842</u></u>	<u><u>828,062</u></u>

**JOSEPH LEVY FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

1 ACCOUNTING POLICIES

(a) Basis of Preparation

The charity is a public benefit entity. The accounts have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", as amended for periods commencing 1 January 2016, the Financial Reporting Standard in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015, and the Foundation's governing document.

The accounts have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn,

(b) Accounting Convention

The accounts have been prepared under the historical cost convention as modified by adjusting investments and freehold property to fair value at the balance sheet date.

(c) Income and Endowments

All income is unrestricted investment income generated on investments managed in the UK, and is accrued when receivable.

- (i) Interest and dividends: this includes interest on cash and treasury deposits and dividend distributions from listed investments.
- (ii) Rent receivable: this comprises rental income from the Foundation's investment property and is recognised for the period it relates to. Rent is deferred if received before the period end and relates to the following period.

(d) Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

- (i) Costs of generating funds include investment management fees. Commission on investments bought and sold is capitalised.
- (ii) Direct charitable expenditure consists of grants payable and shared and indirect costs associated with the main activities of the Foundation.
- (iii) Support costs are those functions that assist the work of the Foundation but do not directly undertake charitable activities. Support costs include personnel, payroll, office costs and governance costs which support the delivery of charitable activities. All support costs related to expenditure on charitable activities.
- (iv) Governance costs include external audit, legal advice on governance matters, Trustees' expenses and an apportionment of shared and indirect costs.

**JOSEPH LEVY FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

1 ACCOUNTING POLICIES (continued)

(d) Expenditure (continued)

- (v) Shared and indirect costs are apportioned between support and governance on a percentage basis which reasonably reflects the time spent and the costs incurred and is subject to periodic review.
- (vi) Grants are accounted for in the period they are approved and the grant recipient is notified of the decision, irrespective of the period covered by the grants. Grants awarded but not yet paid are recorded as grant commitments in the balance sheet.

(e) Tangible Fixed Assets and Depreciation

Tangible fixed assets other than freehold property are stated at cost less depreciation. Depreciation is provided to write off the cost less estimated residual value of each asset over its expected useful economic life: fixtures and fittings are depreciated at 10% per annum on cost, office equipment at 25% per annum on cost and office improvement over the term of the lease. Expenditure on furniture and furnishings are taken to the Statement of Financial Activities in the period of acquisition. Fixed assets are not capitalised if the value is less than £1,000. The charity's impairment policy is to review annually.

(f) Listed Investments

Listed Investments are valued at the closing middle market price at the balance sheet date. Gains and losses on revaluation and on disposals are dealt with in the Statement of Financial Activities. Realised gains are reinvested. Short term cash deposits are included within the investment portfolio.

(g) Current Assets

The current assets are valued at the lower of cost and net realisable value.

(h) Cash and cash equivalents

Cash and cash equivalents are represented by cash in hand, deposits held at call with financial institutions and other short-term highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

(i) Debtors and Creditors

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

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

**JOSEPH LEVY FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

1 ACCOUNTING POLICIES (continued)

(j) Operating Leases

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

(k) Funds

The Trust maintains a capital fund entitled Expendable Endowment Fund and an Income Fund. Both funds are unrestricted and available for use at the discretion of the Trustees, in furtherance of the charitable objectives of the Foundation.

(l) Pension

The charity subscribed to a multi-employer defined benefit pension scheme. Contributions payable are charged to the Statement of Financial Activities in the period they are payable. The charity exited the scheme during the year. The cost of withdrawal from the scheme has been charged to the Statement of Financial Activities.

The charity subscribes to a defined contribution pension scheme for the benefit of its employees. Contributions payable are charged to the Statement of Financial Activities in the period they are payable.

(m) Direct Taxation

The charity is a registered charity and is generally exempt from income tax and capital gains tax but is not able to recover VAT. Irrecoverable VAT is included in the cost of those items to which it relates.

(n) Financial instruments

The Foundation only has financial assets and financial liabilities of a kind that qualify as basic financial instruments and are initially recognised at transaction value and subsequently measured at their settlement value.

(o) Exceptional items

Exceptional items are transactions that fall within the ordinary activities of the charity but are presented separately due to their size or incidence. The multi-employer defined benefit pension scheme exit costs are shown as an exceptional item on the face of the Statement of Financial Activities.

JOSEPH LEVY FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019 (continued)

2 INVESTMENT INCOME

	Expendable Endowment Fund	Unrestricted Income Fund	Total Funds 2019	Expendable Endowment Fund	Unrestricted Income Fund	Total Funds 2018
	£	£	£	£	£	£
Interest and Dividends						
Dividends and distributions from UK and Non-UK listed investments	-	860,610	860,610	-	881,305	881,305
Interest on cash deposits	-	1,952	1,952	-	489	489
	-	862,562	862,562	-	881,794	881,794
Rent Receivable	-	-	-	-	18,510	18,510
Total	-	862,562	862,562	-	900,304	900,304

3 COSTS OF RAISING FUNDS

	Expendable Endowment Fund	Unrestricted Income Fund	Total Funds 2019	Expendable Endowment Fund	Unrestricted Income Fund	Total Funds 2018
	£	£	£	£	£	£
Investment management fees	-	97,114	97,114	-	98,065	98,065

**JOSEPH LEVY FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

4 GRANTS

A summary of grants payable and grants committed as at 31 March 2019 for each of the following bodies:

Organisation	Brought forward from 2017/18 or before	New funding agreed in 2018/19	Paid in 2018/19	Total carried forward as at 31/3/19	Payable in 2019/20	Payable in 2020/21	Payable in 2021/22
	£	£	£	£	£	£	£
Breast Cancer Haven	15,000	-	-	15,000	15,000	-	-
Creative Future	15,000	-	15,000	-	-	-	-
Cystic Fibrosis Holiday Fund	239,336	55,444	155,720	139,060	89,530	49,530	-
Cystic Fibrosis Trust – Joseph Levy Education Fund	-	46,286	46,286	-	-	-	-
Cystic Fibrosis Trust – Welfare Services	25,000	25,000	50,000	-	-	-	-
England and Wales Blind Golf (core)	60,000	-	20,000	40,000	20,000	20,000	-
England and Wales Blind Golf (PR)	-	14,000	14,000	-	-	-	-
SweetTree Farming for All	15,000	-	15,000	-	-	-	-
Chickenshed	-	100,000	75,000	25,000	25,000	-	-
AUTISM							
Ambitious about Autism	-	234,565	116,884	117,681	98,002	19,680	-
Autism NI	-	109,913	18,157	91,756	36,475	36,800	18,480
Resources for Autism (FSM post)	-	81,146	13,390	67,756	26,914	27,183	13,659
Resources for Autism (additional family support costs)	-	84,000	21,000	63,000	42,000	21,000	-
Hebrew University of Jerusalem	-	43,166	11,983	31,183	21,583	9,600	-
SUBTOTAL c/fwd	369,336	793,520	572,420	590,436	374,504	183,793	32,139

**JOSEPH LEVY FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

4 GRANTS (continued)

Organisation	Brought forward from 2017/18 or before	New funding agreed in 2018/19	Paid in 2018/19	Total carried forward as at 31/3/19
SUBTOTAL b/fwd	369,336	711,790	572,420	590,436
OTHER GRANTS				
Barzilai Medical Center	-	10,000	10,000	-
Breast Cancer Hope	-	5,000	-	5,000
Cystic Fibrosis Holiday Fund	-	10,000	10,000	-
Institute for Jewish Policy Research (JPR)	-	2,500	2,500	-
Jewish Child's Day	-	500	500	-
Jewish Musical Institute	-	1,000	1,000	-
Moor House School	-	5,000	-	5,000
Noah's Ark Children's Hospice	-	3,000	3,000	-
Reform Movement (Movement for Reform Judaism)	-	3,000	3,000	-
St John's School	-	5,000	5,000	-
The Disability Foundation	-	5,000	5,000	-
Voicebox	-	10,000	-	10,000
TOTAL	<u>369,336</u>	<u>853,520</u>	612,420	610,436
Less grants already committed			(175,276)	(194,060)
Paid in year not previously committed			<u>437,144</u>	
New grants committed during the year				<u>416,376</u>

Payable in 2019/20	Payable in 2020/21	Payable in 2021/22
374,504	183,793	32,139
-	-	-
5,000	-	-
-	-	-
-	-	-
-	-	-
-	-	-
5,000	-	-
-	-	-
-	-	-
-	-	-
-	-	-
10,000	-	-
<u>394,504</u>	<u>183,793</u>	<u>32,139</u>

**JOSEPH LEVY FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

5 GRANT COMMITMENTS

Grant commitments as at 31 March 2019

	Total commitments 2019 £	Total commitments 2018 £
Amounts falling due within one year	394,504	190,276
Amounts falling due after one year	215,932	179,060
	610,436	369,336

6 CHARITABLE ACTIVITIES

	Note	Expendable Endowment Fund	Unrestricted Income Fund	Total Funds 2019	Expendable Endowment Fund	Unrestricted Income Fund	Total Funds 2018
		£	£	£	£	£	£
Grants paid not previously committed	4	-	437,144	437,144	-	138,090	138,090
Grants committed during the period	4	-	416,376	416,376	-	323,336	323,336
Total grants payable		-	853,520	853,520	-	461,426	461,426
Support costs	7	-	144,475	144,475	-	151,912	151,912
Governance costs	7	-	70,936	70,936	-	74,824	74,824
Grants payable and support costs		-	1,068,931	1,068,931	-	688,162	688,162

JOSEPH LEVY FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019 (continued)

7 SUPPORT AND GOVERNANCE COSTS

	Note	Support Costs £	Governance Costs £	Total 2019 £	Total 2018 £
Staff Costs	8	73,907	7,966	81,873	95,935
Rent, Rates and Insurance		31,468	2,369	33,837	32,573
Light and Heat		1,552	117	1,669	825
Repairs and Maintenance		11,637	-	11,637	5,791
Legal and Professional Fees		1,479	13,314	14,793	54,238
Trustees' Expenses		-	2,360	2,360	2,414
Audit and Accountancy Fees		1,815	33,715	35,530	16,150
Office General Expenses		11,722	11,095	22,817	12,061
		<hr/>	<hr/>	<hr/>	<hr/>
		133,580	70,936	204,516	219,987
Depreciation		10,895	-	10,895	6,749
		<hr/>	<hr/>	<hr/>	<hr/>
		144,475	70,936	215,411	226,736
		<hr/>	<hr/>	<hr/>	<hr/>

Expenses are analysed as follows:

	2019 £	2018 £
Support Costs	144,475	151,912
Governance Costs	70,936	74,824
	<hr/>	<hr/>
	215,411	226,736
	<hr/>	<hr/>

JOSEPH LEVY FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019 (continued)

8 STAFF COSTS

	2019	2018
	£	£
Gross wages	68,243	74,652
Employer's National Insurance	6,330	5,509
Pension contributions and related costs	5,973	10,551
Health insurance	1,327	5,223
	<u>81,873</u>	<u>95,935</u>

Employees	2019	2018
The average monthly number of employees during the period was:-		
Management, administration and support	2	2
Number of employees during the year with emoluments in the following categories:-		
Less than £60,000	1	2
More than £60,001	1	-
Number of staff to whom retirement benefits are accruing under defined benefit pension schemes	-	-

The total amount of employee benefits received by trustees and key management personnel for their services to the charity during the period was £63,488 (2018: £90,083), of which £12,514 (2018: £15,331) was recognised as time spent assisting other charities and has been recognised as a grant in kind. The total amount recognised within staff costs relating to key management personnel in the year is £50,974 (2018: £74,752).

9 PENSION

Contributions made by the Foundation to defined contribution pension schemes during the year totalled £2,708 (2018: £5,307).

The charity also participated in a multi-employer defined benefit pension scheme which closed to future contributions from 31 March 2010. During the year, the Foundation paid deficit contributions and administrative expenses totalling £3,097 (2018: £7,257).

The charity exited the scheme during the year, with effect from 31 July 2018, and made a payment in full and final settlement under Section 75 of the Pensions Act 1995. The cost of withdrawal from the scheme of £182,571 (£176,791 Section 75 debt plus fees) has been charged to the Statement of Financial Activities in the current year. At the balance sheet date there are no further amounts outstanding in relation to the settlement of the multi-employer defined benefit pension scheme.

**JOSEPH LEVY FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

10 AUDITOR'S REMUNERATION

	2019	2018
	£	£
Audit fees	12,300	13,600
Accountancy, payroll and advisory services	25,880	2,975
	<u>38,180</u>	<u>16,575</u>

11 INVESTMENT ASSETS

	2019	2018
	£	£
Listed investments	21,071,629	20,528,063
Short term cash deposits	117,244	58,433
	<u>21,188,873</u>	<u>20,586,496</u>

12 LISTED INVESTMENTS

	2019	2018
	£	£
Market value at 1 April 2018	20,528,063	20,742,713
Disposals during the year	-	-
Unrealised gains/(losses)	543,566	(214,650)
	<u>21,071,629</u>	<u>20,528,063</u>

	2019	2018
	£	£

Investment Assets at market value comprise:-

UK Managed Funds:

Sarasin Income and Reserves Fund	3,575,221	3,555,702
Sarasin Endowments Fund	17,496,408	16,972,361
	<u>21,071,629</u>	<u>20,528,063</u>

JOSEPH LEVY FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019 (continued)

13 NET GAINS/(LOSSES) ON INVESTMENTS

	Expendable Endowment Fund	Unrestricted Income Fund	Total Funds 2019	Expendable Endowment Fund	Unrestricted Income Fund	Total Funds 2018
	£	£	£	£	£	£
Managed by Portfolio Managers						
Realised losses	-	-	-	-	-	-
Unrealised gains/(losses)	543,566	-	543,566	(214,650)	-	(214,650)
	<u>543,566</u>	<u>-</u>	<u>543,566</u>	<u>(214,650)</u>	<u>-</u>	<u>(214,650)</u>
Investment Property						
Revaluation	-	-	-	-	-	-
Realised gains	-	-	-	110,000	-	110,000
	<u>-</u>	<u>-</u>	<u>-</u>	<u>110,000</u>	<u>-</u>	<u>110,000</u>
Total gains/(losses) on investments	543,566	-	543,566	(104,650)	-	(104,650)
	<u>543,566</u>	<u>-</u>	<u>543,566</u>	<u>(104,650)</u>	<u>-</u>	<u>(104,650)</u>

14 TANGIBLE FIXED ASSETS

	Office Improvements (Bell Street) £	Fixtures Fittings & Equipments £	Total £
Cost:			
As at 1 April 2018	93,275	51,292	144,567
Additions	-	22,658	22,658
Disposals	-	(39,710)	(39,710)
As at 31 March 2019	<u>93,275</u>	<u>34,240</u>	<u>127,515</u>
Depreciation:			
As at 1 April 2018	55,968	50,806	106,774
Charge in year	6,222	4,673	10,895
Disposals	-	(39,710)	(39,710)
As at 31 March 2019	<u>62,190</u>	<u>15,769</u>	<u>77,959</u>
Net Book Value:			
As at 31 March 2019	<u>31,085</u>	<u>18,471</u>	<u>49,556</u>
As at 31 March 2018	<u>37,307</u>	<u>486</u>	<u>37,793</u>

**JOSEPH LEVY FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

15 SUNDRY DEBTORS AND PREPAYMENTS

	2019 £	2018 £
Other debtors	14,264	3,472
Prepayments and accrued income	21,349	64,792
	<u>35,613</u>	<u>68,264</u>

Financial assets that are debt instruments measured at amortised cost comprise other debtors and accrued income and amounted to £14,264 (2018: £42,612).

16 SUNDRY CREDITORS AND ACCRUALS

	2019 £	2018 £
Other creditors	2,131	9,025
Accruals	30,403	38,948
	<u>32,534</u>	<u>47,973</u>

Financial liabilities measured at amortised cost comprise other creditors and accruals (excluding accruals for work carried out post year end) and amounted to £17,534 (2018: £33,857).

17 TRUST FUNDS

	£
Expendable Endowment Capital Fund:	
Balance as at 1 April 2018	20,097,254
Net investment gain	543,566
Balance as at 31 March 2019	<u>20,640,820</u>
Unrestricted Income Fund:	
Balance as at 1 April 2018	947,619
Deficit in period	(485,769)
Balance as at 31 March 2019	<u>461,850</u>
Total Trust Funds as at 31 March 2019	<u>21,102,670</u>
Total Trust Funds as at 31 March 2018	<u>21,044,873</u>

**JOSEPH LEVY FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019 (continued)**

18 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Expendable Endowment Funds £	Unrestricted Income Funds £	Total Funds £
Funds at 31 March 2019 are represented by:			
Fixed assets	21,188,873	49,556	21,238,429
Net current (liabilities)/assets	(548,053)	628,226	80,173
Grant commitments falling due after one year	-	(215,932)	(215,932)
Total Funds	20,640,820	461,850	21,102,670

19 COMMITMENTS UNDER OPERATING LEASES

At 31 March 2019 the Foundation had future minimum lease payments under non-cancellable operating leases as follows:

	2019 £	2018 £
Not later than one year	54,000	54,000
Later than one year and not later than 5 years	216,000	216,000
Later than 5 years	24,750	78,750
Total	294,750	348,750

20 RELATED PARTIES

During the year, grants have been awarded to other charities, with which a Trustee has an association. All grants awarded have been subjected to the same procedures governing all grant applications. The Trustees do not personally benefit from the awarding of such grants.

	2019 £	2018 £
Grants awarded in the period:-		
Cystic Fibrosis Holiday Fund (J.N. Jason and J.P. Jason)	65,444	275,505
Cystic Fibrosis Trust (P.L. Levy)	71,286	25,921
Institute for Jewish Policy Research (P.L. Levy)	2,500	5,000

The details of grants made or committed during the period but not paid at the period end are shown in notes 4 and 5.

JOSEPH LEVY FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019 (continued)

21 TRUSTEES' REMUNERATION AND EXPENSES

The Trustees received no remuneration during the current or prior year. Two Trustees (2018:3) had travel expenses of £2,360 reimbursed during the year (2018: £2,399).

22 CONTROLLING PARTY

The Trustees consider there to be no ultimate controlling party.

23 RECONCILIATION OF CHANGES IN NET INCOMING RESOURCES TO NET CASH OUTFLOW FROM OPERATING ACTIVITIES

	2019	2018
	£	£
Net movement in funds	57,797	9,542
Deduct investment income shown in investing activities	(860,610)	(881,305)
Deduct interest income shown in investing activities	(1,952)	(489)
Deduct rental income shown in investing activities	-	(18,510)
Unrealised (gains)/losses on investments	(543,566)	214,650
Realised losses on investments	-	-
Depreciation	10,895	6,749
Investment fees shown in investing activities	97,114	98,065
Decrease in debtors	32,651	(47,974)
Increase/(decrease) in creditors less than one year	188,789	(12,207)
Increase in creditors greater than one year	36,872	133,060
Gain from disposal of investment	-	(110,000)
	<hr/>	<hr/>
Net cash outflow from operating activities	(982,010)	(608,419)
	<hr/>	<hr/>

24 CASH AND CASH EQUIVALENTS

	2019	2018
	£	£
Short term cash deposits	117,244	58,433
Cash at bank and in hand	471,598	769,629
	<hr/>	<hr/>
Cash and cash equivalents at the year end	588,842	828,062
	<hr/>	<hr/>

JOSEPH LEVY FOUNDATION

NOTES ON FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 MARCH 2019

(DOES NOT FORM PART OF THE ACCOUNTS)

**JOSEPH LEVY FOUNDATION
NOTES ON FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2019**

A SHORT TERM CASH DEPOSITS

	2019 £	2018 £
Sarasin & Partners Sterling Investment Account	117,244	58,433
	<u>117,244</u>	<u>58,433</u>

B CASH AT BANK AND IN HAND

	2019 £	2018 £
Clydesdale Bank plc:-		
Current Account	165,739	763,914
Term Deposit Account	305,760	5,396
Petty cash	99	319
	<u>471,598</u>	<u>769,629</u>

C INTEREST AND DIVIDENDS RECEIVED

	2019 £	2018 £
Through Sarasin & Partners		
Income	860,610	881,305
Interest	583	129
	<u>861,193</u>	<u>881,434</u>
Received direct:		
Dividends	-	-
Interest	1,369	360
	<u>1,369</u>	<u>360</u>
	<u>862,562</u>	<u>881,794</u>

JOSEPH LEVY FOUNDATION
NOTES ON FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2019 (continued)

D UNREALISED GAINS ON STOCK AND SHARES
(Managed by Sarasin & Partners LLP)

	Market Value as at 1 April 2018 £	Market Value as at 31 March 2019 £	Unrealised Gain £
Sarasin Income and Reserves Fund (Income Units)	3,555,702	3,575,221	19,519
Sarasin Endowments Fund (Income Units)	16,972,361	17,496,408	524,047
	<u>20,528,063</u>	<u>21,071,629</u>	<u>543,566</u>