

Charity No. 312425

Sir John Cass's Foundation
Annual Report 2009

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consultants and auditors

Sir John Cass's Foundation

Reference and administrative details

For the year ended 31 March 2009

Charity number 312425

Registered office and operational address 31 Jewry Street
Aldgate
London
EC3N 2EY

Principal objective The principle objective is the promotion of education of young persons in attendance at Sir John Cass's Foundation and Red Coat Church of England Secondary School, Sir John Cass's Foundation Primary School, the London Metropolitan University or resident in the City of London, the Royal Borough of Kensington and Chelsea, and the London Boroughs of Camden, Greenwich, Hackney, Hammersmith and Fulham, Islington, Lambeth, Lewisham, Newham, Southwark, Tower Hamlets, Wandsworth and the City of Westminster.

The Foundation's Board of Governors

Name	Committee/s	Office
Kevin Everett	Treasurer	Finance, Grants, Staff Remuneration and Nomination
HH Judge Brian Barker		Grants
Andrew Duguid (until 21 May 2008)	Chairman of Audit	Audit & Compliance and Finance
Revd Dr Brian Lee (until 31 October 2008)	Chairman of Grants	Finance and Grants
David Turner	Deputy Treasurer and Chairman of Finance	Finance, Grants and Staff Remuneration
Prof Manuel Alvarado	Chairman of Grants	Grants, Finance and Staff Remuneration
Michael Bear		Grants
Mark Boleat		Finance
Revd Christopher Burke		Audit & Compliance and Finance
Ray Ellis	Deputy Chairman of Grants	Grants
Graham Forbes	Deputy Chairman of Finance (from 27 July 2008)	Finance
Revd Nigel Kirkup		Audit & Compliance and Grants
Richard Jenkins (until 29 May 2008)		Grants
Barbara Lane		Finance

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The Foundation's Board of Governors (continued)

Name	Committee/s	Office
Anthony Mullee (until 19 June 2008)	Deputy Chairman of Finance	Finance
Thomas Peryer (until 18 Feb 2009)		Finance
Mervyn Streatfeild		Grants Audit & Compliance, Finance and Staff Remuneration
David Hogben (from 24 Sept 2008)	Chairman of Audit (from 20 May 2009)	Audit & Compliance and Finance
Sarah Dalgarno (from 24 Sept 2008)		Grants
Prof Mike Thorne (From 24 Sept 2008)		Grants and Staff Remuneration
Helen Meixner (from 17 Dec 2008)		

There are currently two vacancies on the Board.

Principal officers	Anthony Mullee	Clerk / Chief Executive (from 24 June 2008)
	Ceryse Fear	Head of Administration (until 30 April 2009)
	Richard Foley	Grants Manager

Bankers Coutts & Co
440 Strand
London
WC2R 0QS

Solicitors Bircham Dyson Bell
50 Broadway
London
SW1H 0BL

Devonshires
Salisbury House
London Wall
London
EC2M 5QY

Property managers Jones Lang LaSalle
9 Queen Victoria Street
London
EC4N 4YY

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For the year ended 31 March 2009

Investment managers	Sarasin and Partners Juxon House 100 St. Paul's Churchyard London EC4M 8BU
	CCLA Investment Management Ltd 80 Cheapside London EC2V 6DZ
Pension Actuary	Gissings Consultancy Services Ltd Finsbury House 3 Finsbury Circus London EC2M 7UH
Accountants	Myers Clark Chartered Accountants and Registered Auditors Iveco House Station Road Watford Hertfordshire WD17 1DL
Auditors	Sayer Vincent Chartered Accountants & Registered Auditors 8 Angel Gate City Road London EC1V 2SJ

Sir John Cass's Foundation

Treasurer's report

The Foundation has had an extraordinary year despite the implications associated with the economic down-turn and its effects upon the Foundations income. Total income dropped by 11% to £1.935m. However, the out-turn was higher than budgeted projections of between £1.5m and £1.8m and thus enables the Foundation to achieve its strategic goal of circa £2m income.

The Foundation also achieved substantial cost savings associated with operational delivery, reducing staff costs from £601k to £259k, a reduction of 57%. This has enabled the Board to maintain its commitments in 2008/9 of circa £1m in grant payments, as well as turning around a deficit of £1.7 million in 2007/8 into a surplus of approximately £770,000 this year, a remarkable achievement given the economic climate.

The grant payments of circa £1m was made up of approximately of £500,000 of grants awarded in previous years and due for payment in 2008/9 and £500,000 of new grants awarded and paid in 2008/9. In addition to the Foundation also continued to provide substantial benefit to the Sir John Cass's Foundation Primary and Secondary schools and London Metropolitan University, in the form of rent free accommodation.

The specialised property portfolio belonging to the Foundation was also re-valued this year in accordance with FRS 15 requirements and this has resulted in the fixed assets of the Foundation increasing from £46m to £69m.

During the year the Foundation continued with the implementation of its major change programme with the objective of establishing the most appropriate organisational framework for delivering its strategic development aims. To this end, the Foundation developed a 'Business Model' so that its operations could be analysed, prioritised and forecasted within a robust framework. This model led to the Foundation undertaking a small operational efficiency re-structure, resulting in further recurrent annual cost savings of approximately £74,000.

As part of this change programme, the Foundation has also undertaken a strategic evaluation of its Scheme of Administration within the context of transparency, probity, good governance and relevance within the twenty first century. This will then complete the Foundation's change programme, enabling the Foundation to place itself at the forefront of good modern governance.

I would like to thank my fellow Board members who again this year have spent an enormous amount of time on Foundation business, particularly visiting Foundation beneficiaries and representing the Foundation at external events.

Finally, the Board joins me in thanking and appreciating our staff who continue with their enthusiasm and hard work on behalf of the Foundation.

Kevin Everett

Treasurer of the Foundation and Chairman of the Board of Governors

Date: 21 January 2010

Sir John Cass's Foundation

Report of the Governors

The Board present their report and the audited financial statements for the year ended 31 March 2009. The financial statements have been prepared on the basis of the accounting policies set out in note 1 to the financial statements and comply with the charity's Scheme, applicable law and the requirements of the Statement of Recommended Practice, "Accounting and Reporting by Charities" issued in March 2005.

Nature of governing document and how the charity is constituted

The Foundation was established in 1748 by an Act of Parliament which gave legal effect to the last will and testament of Sir John Cass. It is regulated by a Scheme made by the Secretary of State for Education and Science on 28 April 1970 under Section 18 of the Charities Act 1960, as amended by the Schemes made by the Charity Commissioners on 22 October 1979, 20 March 1992 and 15 June 1993.

Membership of the Board

There are eighteen members of the Board: two ex-officio, seven nominated and nine co-opted. The Scheme determines nominating bodies and terms of office. Members nominated by the City of London Corporation hold office for a term ending on the appointment date of their successors. All other nominated members' terms of office are for four years initially and co-opted members' are for three years initially. Both nominated and co-opted members are eligible for re-appointment.

Methods of recruiting and appointing new Board Members

The recruitment of new Board Members is based on the Foundation's Board Member Role Description and Person Specification and all new Board Members complete a Skills Audit questionnaire on appointment. The skills audit analysis is updated to determine the specialist skills to be sought when filling Board vacancies.

Nominating bodies are requested to consider the Foundation's requirements during their selection process for representatives to the Foundation's Board.

Co-opted Board Members are appointed through a formal competitive process which includes national press advertising, shortlisting and interviewing. The Foundation retains monitoring statistics on the age group, gender, ethnic origin and disability of Board Members.

Prior to appointment, all Board Members sign a Declaration of Eligibility in accordance with Section 72 of the Charities Act 1993.

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Report of the Governors

Board Member Interests

The Register of Board Members' Interests is reviewed annually. All agendas contain a standard Declaration of Interests item and in compliance with the Foundation's Conflicts of Interests Policy, any Board Member with a declared interest is excluded from voting.

During the year the London Diocesan Board of Schools which nominates a representative to the Foundation's Board, received £200,000 towards the St Mary Magdalene Academy in Islington. The Southwark Diocesan Board for Education which also nominates a representative to the Foundation's Board was awarded £200,000 towards a capital project at Christ Church North Brixton Church of England Primary School in Brixton. This represented approximately 42% of the Foundations grant giving capability during the year.

Details of Related Parties are set out in Note 15 in the financial statements.

Induction and Learning & Development

There is an Induction and Learning & Development Programme in place.

Organisational structure and how decisions are made by trustees

The Foundation's Governance Framework determines the appointment of the Treasurer and Deputy Treasurer [who are appointed annually at the February Board meeting], and the nature, frequency and operation of Board and Committee Meetings. The Board meets four times a year.

The Foundation has a Finance Committee meeting quarterly, a Grants Committee meeting three times a year, an Audit & Compliance Committee meeting twice yearly, a Staff Remuneration Committee meeting once a year and a Nominations Committee who meet as and when necessary. The Finance Committee has one Sub Committee reporting on Investment matters. The Board and committees also appoint ad-hoc committees and working groups to examine specific work areas and submit recommendations where appropriate.

Relationships with other charitable, public and private sector organisations

The Foundation regularly engages with other institutions bearing the Cass name, particularly Sir John Cass's Foundation Primary School and Sir John Cass's Foundation and Redcoat Church of England Secondary School, and nominates four persons to the Governing Body of each school.

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The Foundation also makes nominations to:

- The Board of the University of East London and
- City University Council

The Foundation keeps pace with changes in education policy through contact with local education authorities, the Department for Children Schools and Families and other public sector and charitable organisations.

Risk Management

The Board continued to operate its Risk Policy and action plan which are due for formal review next year.

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Report of the Governors

MISSION, VALUES VISION AND ACTIVITIES

The Foundation is one of London's largest educational charities and has a substantial endowment invested in equities and property.

Its Mission, Values and Vision are:

Mission

The mission of the Foundation is to promote the education of young people in Inner London through its grant programmes for individuals, educational institutions and organisations.

Values

Our core values shape the way we pursue our vision and underpin the way we behave with each other as well as the way we interact with the world around us. They form the basis for the Foundation's mission and are:

Efficiency and Professionalism - we aim to treat people with dignity and respect always adhering to the highest personal and professional standards in the pursuit of business efficiency.

Openness and Transparency – our policies, procedures and processes conform to the highest standards of governance and will stand the test of probity.

Consideration – we treat everyone with empathy, compassion and understanding as we ourselves would wish to be treated.

Innovation – we actively seek creative excellence to achieve change for the better.

Vision

Our Vision is to be regarded as an influential organisation, contributing to educational policy, practice and research in order to shape and meet the evolving needs of London's young people.

Public Benefit

The governors have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning its future activities. In particular, the governors consider how planned activities will contribute to the aims and objectives that have been set.

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GRANT MAKING

The Foundation's eligibility criteria for grant making are that beneficiaries must be:

- Permanent residents of Inner London
- Under 25 years of age
- From a financially disadvantaged background

In fulfilling its objectives the Foundation makes grants to individuals and organisations and provides ongoing support to the following institutions:

- Sir John Cass's Foundation Primary School in the City of London
- Sir John Cass's Foundation and Redcoat Church of England Secondary School in the London Borough of Tower Hamlets
- City University, and
- London Metropolitan University

The Foundation has awarded capital grants to University East London, the London Diocesan Board for Schools and the Southwark Diocesan Board of Education to support infrastructure improvements to Church of England Schools and Academies within each Diocese.

The Foundation provides rent-free buildings to the Sir John Cass's Foundation Primary and Secondary schools and to London Metropolitan University.

The Foundation does not engage in fund raising activity and its main charitable activity is grant making.

Grants Strategy

The Foundation's Grants Strategy identifies four priorities as follows:

1 Widening Participation

Aim

- Promote access to further and higher education for disadvantaged young people in Inner London.

2 Truancy, Exclusion and Behaviour Management

Aim

- Encourage and support children and young people's attainment through initiatives that help them engage with, and stay in, education.

3 Prisoner Education

Aim

- Reduce re-offending through education and initiatives that promote employability.

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4 New Initiatives

These are defined as either genuinely new, ground-breaking approaches to learning or, projects that are new in context, i.e. activities that have not previously been implemented in a particular school or within a specific geographical area.

Aim

- Influence and improve education policy and practice, both within the Foundation's area of benefit and more widely.

In addition to these priorities, the Board also made a policy decision in 2006 to support the Government's Academy Programme through strategic partnerships and funding programmes.

In order to maintain a stable infrastructure from which grant making may be delivered and sustained the Board agreed the following objectives:

- 1 Provide annual revenue through investment income of up to £2 million
- 2 Provide Grant making revenue of *circa* £1 million
- 3 Implement and keep under review the new Grants Strategy
- 4 Review Investment and Property Strategy
- 5 Review the efficiency of both Governance and Management Practices
- 6 Promote the Foundation and its activities

ACHIEVEMENTS AND PERFORMANCE

Grant Making

The Foundation's grant making is guided by the principle of 'additionality' and will not support projects where a public authority has a statutory duty to provide the services for which funding is being sought.

Actual performance

The Foundation paid and committed approximately £960,000 (£1.9 million in 2007-8) in grants during the year as follows:

Grants Programmes	£
Foundation Schools	3,000
Diocesan Boards	200,000
Individuals	60,325
Other schools & organisations	493,573
Academy Programme	200,000
TOTAL	£956,898

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The Board had previously agreed £1.6m in principle towards two academies [supported by the London Diocesan Board for Schools and the Southwark Diocesan Board of Education] to be funded entirely from unrestricted reserves and to be paid over a number of years. During the year a grant of £200,000 was made to the London Board towards St Mary Magdalene Academy in Islington.

Grant Making to Schools & Organisations

15 grants were made to schools and organisations during the financial year as follows:

Priority Areas	Number of Grants	£ Actual
New Initiatives	5	316,599
Prisoner Education	3	44,663
Truancy & Behaviour Management	4	76,266
Widening Participation	3	56,045
Totals	15	493,573

Examples of Grant Making

The following examples convey the scope of the Foundation's grant making to schools and organisations within the new strategic priority areas.

1 Fifteen Foundation [Widening Participation]

£28,000 over one year to fund a Chef Training Programme.

The Foundation's funding for this widening participation initiative will support two young people from disadvantaged backgrounds to undertake the Fifteen training programme. The key outcome for the trainees is that they will successfully complete the first 12 months of the training, obtaining an NVQ Level 1 and undertaking a work experience placement.

Trainees will be closely mentored by Fifteen's Youth Support Worker, during which the less easily quantified outcomes of the programme (e.g. improvement in morale, confidence, ability to work as part of a team, improved communication skills, healthy lifestyle etc) will be tracked using a 'distance travelled' model.

2 Skill Force [Truancy, Exclusion and Behaviour Management]

£49,000 over two years towards a behavioural management programme for pupils from Hackney, Islington and Greenwich.

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This project will support over 400 young people in three London boroughs over a 2 year period. Each student will spend the equivalent of 1 full day per week on the Skill Force programme. This includes a combination of classroom based sessions and outdoor activity based sessions. Included in the activity costs the Foundation will be supporting are the costs of the trips and residential expeditions that each student will experience. This programme also receives support from the Department of Children, Schools and Families.

The aims and outcomes for the project include: changes in attitudes to education and learning, changes in aspirations and the way participants view their future and, improvements in academic performance. At the end of the training students will receive an accredited qualification.

3 London Action Trust [Prisoner Education]

£57,708 over two years towards the Dyspel Project at Her Majesty's Prison Wandsworth.

The project, in its second year of funding, enables those prisoners at HMP Wandsworth who fulfil the Foundation's criteria on age and residency, to access a range of educational support services.

Namely these are: dyslexia screening, full diagnostic assessments, one-to-one support to learn about the effects of their dyslexia, learning coping skills and strategies to improve skills.

4 Discover [New Initiatives]

£15,000 over one year for a ground breaking peer learning literacy project at Carpenter's Primary School in Newham.

The Foundation has agreed to fund this three-year new initiative. The project, which is being evaluated by the University of East London, aims to explore how children learn from each other using different art forms and methods of expression. Given that a high proportion of pupils speak English as a second language, it will also investigate whether children prefer to learn in their first language and, if so, what impact this has on their achievement. The focus in the first year was on developing a range of creative and communication skills in a group of Year 5 and Year 6 students, and this was used in Year 2 of the project to encourage and facilitate peer learning amongst their younger counterparts.

The project builds on previous work developed at Discover, a children's centre based in Newham, and will give the children an opportunity to engage with the changes taking place in their area in the build up to the Olympics. It will enable their voices and opinions to be heard by organisations that include the master builders of the Olympic Zone.

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Grant Making to Individuals

Bursaries and Scholarships during the year

The Foundation decided to undertake a review of its scholarship programmes during the year, and as a result, fewer grants were awarded to students than in previous years. The Foundation made 76 grants to individuals in the 2008/09 financial year.

Bursaries of £500 were made to forty four students totalling £22,000 as part of the Higher Education Bursary Scheme. Scholarships have also been made to undergraduate and postgraduate students at City University and the Guildhall School of Music and Drama respectively.

Grants have also been made to Old Cassians, namely to students who were in need of financial assistance, who had previously attended either Sir John Cass's Foundation Primary or Sir John Cass's Foundation Secondary Schools. These awards and prizes are presented to the students by the Treasurer of the Foundation at the Annual Prize Giving Evening held at Sir John Cass's Foundation Secondary School each autumn.

Grants made varied in size, depending on study costs, fees for courses, and the statutory support available to individuals.

Of the 76 students supported all but one was engaged in Higher Education.

Higher Education Bursary Scheme	£22,000
City University	£21,525
Individual Grants to Old Cassians	£10,400
Guildhall School of Music & Drama	£6,400
Total	£60,325

Partnerships & Grant Making

East London Business Alliance [ELBA] & 2012 Olympic Games Legacy - Educational and Employment Opportunities

The Foundation has co-funded an Education & Jobs Programme Manager with London Legacy 2020, a corporate social responsibility project leveraging in private sector skills and resources to secure a lasting legacy to the 2012 Olympic Games. London Legacy 2020 is part of ELBA, a business led East London regeneration agency.

The Programme Manager oversees the creation of employment and educational opportunities in East London over the period leading up to and including the Olympic Games in 2012 and will develop strategic initiatives and identify projects that are likely to meet the Foundation's funding priorities.

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Report of the Governors

Monitoring & Evaluation

During the year, the Board of the Foundation considered a report on Monitoring and Evaluation and approved a new Monitoring and Evaluation Policy as follows.

Organisations

All organisations, including Sir John Cass's Foundation Primary School and Sir John Cass's Foundation & Redcoat Secondary School, as well the London Diocesan Board for Schools and the Southwark Diocesan Board for Education must provide information relating to the anticipated outputs and outcomes with their proposal, along with the cost and methodology to be used to collect and analyse the information.

Successful applicants will need to submit evaluation reports throughout the life of the project and future payments of grants are contingent upon receiving effective reports. The Foundation reserves the right to withdraw funding where an organisation has not submitted an evaluation report or where the project has not achieved its objectives.

Monitoring and evaluation should, wherever possible, be undertaken by the organisation in receipt of funding rather by the Foundation. This can be undertaken by the organisation themselves, an independent body or by an external consultant hired by the Foundation. The cost of the evaluation will be included in the applicant's budget, and each application will be considered on a case by case basis with the Grants Committee deciding how the Foundation will proceed on this matter and what will be considered as proportionate.

All grants in excess of £0.5m are to be independently monitored and evaluated by an external consultant hired by the Foundation.

Bursaries and Scholarships

The monitoring and evaluation of individuals will mostly be undertaken by the colleges and universities with whom the Foundation works. The institutions must provide written reports indicating whether a student's academic progress, attendance and attitude is of a satisfactory nature. The Foundation reserves the right to withdraw funding where an individual is failing to meet the agreed standard or where they have made a false declaration with regard to their financial situation.

Universities and colleges are encouraged to arrange Scholars' Evenings to which Board members can attend and will undertake destination surveys on a periodic basis or when requested by the Foundation. Applications from individuals seeking a bursary or a scholarship will be monitored in terms of disability and ethnicity to ensure that funding is available to all communities within the Foundation's area of benefit.

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Marketing & Communications

The Foundation's website provides a wide range of online information to prospective applicants and there is a secure log-in area on the website for Board Members.

Over 180 people, including senior educationalists and policy makers from the education sector, attended the 2nd Sir John Cass's Foundation Lecture delivered by Ed Balls, the Secretary of State for Children, Schools and Families, at the Cass Business School in November 2008.

The Board of the Foundation have agreed that Sir John Cass's Foundation Lecture should take place once a year and funding has been made available for this. Plans are also in place to ensure this event continues to be a success in the future.

During the year discussions commenced with the City of London Corporation with regard to the possibility of establishing a Sir John Cass Square in Aldgate in the City of London. It would be fitting as Sir John Cass's Foundation School; the only primary school in the City of London will be celebrating its Tercentenary in 2010. The original school, and of course, Sir John Cass's Foundation have always been based in Aldgate since 1710 and 1748 respectively. The Sir John Cass Square could be used as an educational resource by both institutions.

FINANCIAL REVIEW

Staffing Restructure

The Foundation embarked upon a large scale review of governance, strategy and operations in 2004 and has undertaken major changes year on year since then to ensure the Foundation's practice and procedures are appropriate for its activities.

During this year the Foundation developed a business model so that its operations could be analysed, prioritised and forecast within a robust framework. This led to the Foundation undertaking a small operational efficiency re-structure resulting in further recurrent cost savings of approximately £74,000.

The Board have continued to refine its new financial procedures and processes whilst focussing on turning around its financial deficit and managing Foundation activities in the difficult circumstances caused by the economic downturn.

Investment Strategy

The Board continued to adhere to the investment strategy introduced last year which was to:

- Provide a targeted income return of between £1.5 million and £1.8 million
- Maintain the real value of the endowment

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- Provide long term growth in income of 1.5% greater than the retail price index.

This has enabled the Foundation to maintain grant commitments and payments to the value of £960,000 and turn a deficit of £1.7 million in 2007/8 into a surplus of approximately £770,000 in 2008/9.

Investment Performance

Income from investment properties represented 41% of the Foundation's incoming resources. The total income from investment properties decreased from £1,111,164 in 2007-08 to £803,786 in 2008-09. The 28% decrease was due solely to the full year effect of the sale of three properties during the previous year.

Dividend income increased by 3.7% from £813,546 in 2007-08 to £843,814 in 2008-09. Interest on deposit increased from £207,863 in 2007-08 to £233,014 in 2008 -09 due to the continued returns from the proceeds of the property sales referred to in the previous paragraph.

Reserves and Funds Policy

The Board approved a new reserves policy at their meeting on 17 December 2008 which will be reviewed annually. The Board's objectives for the Foundation's Reserves & Funds Policy are to:

- Maintain a prudent level of reserves providing not less than six months operating expenditure, and
- Create and maintain a grant making fund at an appropriate level to be able to accommodate future grant applications for projects that are likely to have a significant impact on the education opportunities for disadvantaged young people in Inner London.

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ACHIEVEMENTS & PERFORMANCE – 2008-09

Grant Making

Organisation Name	Grant
New Initiatives	£316,599
University of East London (Sir John Cass School of Education)	£200,000
City University (partnering with City of London Academy)	£55,120
London Bubble Theatre Company (creative literacy project in Southwark)	£26,483
East London Business Alliance (contribution to Jobs & Educ. 2020 Leg. Board)	19,996
Discover (literacy and creative skills project in Newham schools)	£15,000
Prisoner Education	£44,663
London Action Trust (dyslexia screening at HMP Wandsworth)	£29,171
Prisoners' Education Trust (bursaries for prisoners)	£9,200
Prisoners' Education Trust (bursaries for ex-prisoners)	£6,292
Truancy, Exclusion & Behaviour Management	£76,266
Billingsgate Seafood Training School (outreach and special needs project)	£13,905
Bud Umbrella (complementary treatment for children with behavioural disorders)	£16,399
Arbour Youth Centre (a forum theatre project in Tower Hamlets)	£21,462
Skill Force (vocational awards and qualifications in inner London)	£24,500
Widening Participation	£56,045
Arkwright Scholarships (engineering scholarships)	£2,700
Shaftesbury Young People (care leavers project in Islington)	£25,345
Fifteen	£28,000
Grants to the Diocesan Boards	£400,000
London Diocesan Board for Schools (Academy Programme)	£200,000
Southwark Diocesan Board of Education	£200,000
Grants to Cass Schools	£3,000
Sir John Cass's Foundation & Redcoats Church of England Secondary School (bursaries)	£3,000
Grants to Individuals	£60,325
Total Grants Awarded in 2008/09	£956,898

The Foundation awarded eighteen grants to organisations, of which three attracted match funding from the Department of Children, Schools and Families as part of the Voluntary Aided Schools, Higher Education Institutions and Academies Programmes.

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In addition to making good progress on its grant making priorities, the Foundation also achieved a range of internal efficiency measures agreed during the year. These related to:

- Grant making - the introduction of new monitoring and evaluation and financial policies. This now means that all grants made by the Foundation will be subject to monitoring and evaluation and applicants will have to either draw down funds in the year they were awarded or to apply to the Foundation to have funds rolled over to the next financial year. If applicants fail to either draw down funds or apply to have them rolled over, grants will automatically be withdrawn.
- Restructuring of the equity and property investments portfolio, including the start of the tendering process to appoint a new investment management firm
- Improvements in the reporting and presentation of management accounts to the Board to support and facilitate effective decision making
- Negotiation of funding and property agreements with stakeholders
- Improvements in internal communications

The Future

Although the Foundation's strategic priorities in grant making remain unchanged, opportunities for grant making will be constrained until the economy recovers from the current downturn. During the next year the Board will be considering and approving the following activities:

- Review and implementation of the Foundation's Scheme of Administration
- A new property strategy
- A new Bursary Scheme in cooperation with the Lord mayor of London
- Brand development and exposure with strategic partners
- Income generation policy other than through investments.

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Statement of responsibilities of the governors

Law applicable to charities in England and Wales requires the governors to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the period and of its financial position at the end of the period. In preparing financial statements giving a true and fair view, the governors should follow best practice and:

- Select suitable accounting policies and then apply them consistently
- Make judgements and estimates that are reasonable and prudent
- State whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The governors are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and which enable them to ascertain the financial position of the charity and which enable them to ensure that the financial statements comply with the Charities Act 1993. The governors are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The governors confirm that, to the best of their knowledge, there is no information relevant to the audit of which the auditors are unaware. The governors also confirm they have taken all necessary steps to ensure that they themselves are aware of all relevant audit information and that this information has been communicated to the auditors.

Auditors

Sayer Vincent were appointed as the charity's auditors during the year and have expressed their willingness to continue in that capacity.

Approved by the Board on 21 January 2010 and signed on their behalf by:

NAME: Kevin Everett

TITLE: Treasurer & Chairman of the Board

SIGNATURE:

DATE: 21 January 2010

Independent auditors' report

To the Board of Governors of

Sir John Cass's Foundation

We have audited the financial statements of Sir John Cass's Foundation for the year ended 31 March 2009 which comprise the statement of financial activities, balance sheet and related notes. These financial statements have been prepared in accordance with the accounting policies set out therein.

This report is made solely to the Board of Governors as a body, in accordance with section 43 of the Charities Act 1993 and regulations made under section 44 of that Act. Our audit work has been undertaken so that we might state to the Board of Governors those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the Board of Governors, as the charity's trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the board of governors and auditors

The responsibilities of the Board of Governors (who are also the directors of Sir John Cass's Foundation for the purposes of company law) for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), are set out in the statement of responsibilities of the Board of Governors.

We have been appointed as auditors under section 43 of the Charities Act 1993 and report in accordance with regulations made under section 44 of that act. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Charities Act 1993. We also report to you if, in our opinion, the information given in the annual report of the Board of Governors is not consistent with the financial statements, if the charity has not kept proper accounting records, or if we have not received all the information and explanations we require for our audit.

We read the other information contained in the annual report, and consider whether it is consistent with the audited financial statements. This other information comprises the report of the Board of Governors, Treasurer's statement. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

The maintenance and integrity of the Sir John Cass's Foundation website is the responsibility of the trustees; our work does not involve consideration of these matters and, accordingly, the auditors accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the website.

Independent auditors' report

To the Board of Governors of

Sir John Cass's Foundation

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Board of Governors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the charity's state of affairs as at 31 March 2009 and of its incoming resources and application of resources for the year then ended; and
- the financial statements have been properly prepared in accordance with the Charities Act 1993.

27 January 2010

SAYER VINCENT
Chartered accountants & registered auditors
London

Sir John Cass's Foundation

Statement of financial activities (incorporating an income and expenditure account)

For the year ended 31 March 2009

	Note	Permanent endowment £	Primary school funds £	Designated funds £	Unrestricted funds £	2009 Total £	2008 Total £
Incoming resources							
<i>Incoming resources from generated funds</i>							
Investment income	2	-	-	-	1,880,614	1,880,614	2,132,573
Other incoming resources	3	-	-	-	54,602	54,602	30,594
Total incoming resources		-	-	-	1,935,216	1,935,216	2,163,167
Resources expended							
<i>Costs of generating funds:</i>							
Investment management	4	-	-	-	226,365	226,365	133,719
<i>Charitable activities</i>							
Promotion of education	4	-	-	-	592,641	592,641	3,448,701
Administration for other grant giving charities	4	-	-	-	181,705	181,705	69,186
Governance costs	4	-	-	-	91,941	91,941	213,061
Other resources expended	14	-	-	-	73,000	73,000	65,000
Total resources expended		-	-	-	1,165,652	1,165,652	3,929,667
Net incoming/(outgoing) resources before other recognised gains and losses							
		-	-	-	769,564	769,564	(1,766,500)
Unrealised gains on tangible fixed assets	8	29,776,000	-	-	-	29,776,000	-
Realised losses on investment assets		(3,515,807)	(1,896)	-	(193,177)	(3,710,880)	(624,130)
Unrealised losses on investment assets	9	(6,726,729)	(3,570)	-	(488,168)	(7,218,467)	(8,592,597)
Net realised and unrealised losses on investment assets		19,533,464	(5,466)	-	(681,345)	18,846,653	(9,216,727)
Actuarial gains on defined benefit pension scheme	14	-	-	-	95,000	95,000	26,372
Transfer of assets from Hill Elden & Francis Foundation		73,496	-	-	-	73,496	-
Net movement in funds		19,606,960	(5,466)	-	183,219	19,784,713	(10,956,855)
Funds at the start of the year		46,818,168	24,806	2,367,245	585,648	49,795,867	60,752,722
Total funds carried forward		66,425,128	19,340	2,367,245	768,867	69,580,580	49,795,867

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above. Movements in funds are disclosed in Note 17 to the financial statements.

Sir John Cass's Foundation

Balance sheet

As at 31 March 2009

	Note	2009 £	2008 £
Fixed assets			
Tangible fixed assets	8	38,248,245	8,472,245
Investments	9	31,164,459	37,964,776
		69,412,704	46,437,021
Current assets			
Debtors	10	34,711	89,203
Short term deposits		2,213,392	6,352,357
Cash at bank and in hand		714,691	95,354
		2,962,794	6,536,914
Creditors: amounts falling due within one year	11	1,002,351	914,150
Net current assets		1,960,443	5,622,764
Creditors: amounts falling due after one year	12	(800,000)	(1,150,000)
Net assets excluding pension liability falling due after one year		70,573,147	50,909,785
Defined benefit pension scheme liability falling due after one year	14	(992,567)	(1,113,918)
Net assets including pension liability	16	69,580,580	49,795,867
Funds	17		
General unrestricted funds		768,867	585,648
Designated unrestricted funds		2,367,245	2,367,245
Restricted income funds		19,340	24,806
Permanent endowment		66,425,128	46,818,168
Total funds		69,580,580	49,795,867

Approved by the Board on 21 January 2010 and signed on its behalf:

NAME: Kevin Everett TITLE: Treasurer & Chairman of the Board

SIGNATURE: DATE: 21 January 2010

Sir John Cass's Foundation

Notes to the financial statements

For the year ended 31 March 2009

1. Accounting policies

a) The financial statements have been prepared under the historical cost convention, modified by the inclusion of tangible fixed assets at valuation and investments at market value, and in accordance with applicable accounting standards and the Charities Act 1993. They follow the recommendations in the Statement of Recommended Practice, Accounting and Reporting by Charities (issued in March 2005).

b) Income

Income is included in the accounts in the period of entitlement to receipt.

c) Grants payable

The Foundation pays out grants in furtherance of the charitable objects. Some grants are made over a term of years of a project or course, and later payments are dependent on the recipient fulfilling certain conditions to determine whether such funding is provided, with the Foundation retaining discretion to terminate these grants. For this reason an immediate liability arises and is recognised only when the associated conditions have been met and the payments have been approved by the Foundation. Future commitments are recognised as resources expended when these conditions have been successfully fulfilled and the payment approved. The amounts committed but with conditions still to be fulfilled, are disclosed as future commitments in the notes to the accounts.

d) Resources expended

Resources expended are directly allocated to the most appropriate activity. Staff costs are allocated to activities on a staff time basis. Support costs are re-allocated on this basis. The current re-allocation percentages are included in Note 4.

e) Governance costs

Governance costs include all costs of supporting the board of governors of the Foundation, and all statutory compliance costs.

f) Cost of generating funds

The costs of generating funds include costs involved with the management of the property portfolio held by the Foundation.

Sir John Cass's Foundation

Notes to the financial statements

For the year ended 31 March 2009

1. Accounting policies (continued)

g) Pension Costs

The costs of contributions to personal pension plans of employees are charged in the statement of financial activities in the year in which the contributions are payable. These relate to employees who joined the Foundation after 1990. Prior to this, the Foundation operated an unfunded defined benefit retirement pension scheme. Full provision has been made for the liabilities of this scheme on the basis of actuarial advice. The adequacy of the provision is reviewed annually.

h) Tangible Fixed Assets

The freehold properties which are used for the purposes of the Foundation or its beneficiaries are valued every five years by professional advisors and are stated in the balance sheet at the most recent valuation less any subsequent impairment adjustment. Three of the Foundation's four properties are valued at depreciated replacement cost, on the basis that the Foundation owns specialised properties, in line with the definitions of financial reporting standard 15. The other property is revalued on an existing use basis. More details are provided in Note 8 of the financial statements.

The works of art capitalised in the balance sheet are valued every five years by professional advisors and are stated in the balance sheet at the most recent valuation less any subsequent impairment adjustment.

Neither these properties nor works of art have been depreciated. The board members are of the opinion that any potential depreciation charge would be immaterial to the accounts. The board members believe the estimated life of these assets to be very long and the estimated residual value of the assets are close to the carrying amounts.

Items of equipment are capitalised where the purchase price exceeds £5,000. Individual items of furniture and computer hardware costing in excess of £5,000 are depreciated on a straight line basis at 33% per annum. Items costing less than £5,000 are written off in the year of purchase.

i) Investments

Investments are held for the purposes of the generation of income for future grant payments and are stated at market value at the balance sheet date. Any gain or loss on revaluation is taken to the Statement of Financial Activities.

Sir John Cass's Foundation

Notes to the financial statements

For the year ended 31 March 2009

1. Accounting policies (continued)

j) Funds

Permanent Endowment

The permanent endowment fund comprises the original capital fund, and the accumulated gains on this fund, established to provide income for grant payments in accordance with the objectives of the Foundation. The capital cannot be converted into income. The fund is represented by the capital investments included in fixed assets. The endowment, realised gains and the unrealised gains on revaluation of related investment assets are credited to the capital account.

General funds

The income of the Foundation is expendable at the discretion of the board members in furtherance of the objects of the Foundation. Unrestricted assets are represented by the accumulated income investments in fixed assets and the net current assets of the Foundation.

Primary School Funds

The primary school funds comprise the capital of the Alfred Lyon and Aldgate Ward funds, which provide income for the benefit of Sir John Cass's Foundation School. The original capital, realised gains and the unrealised gains on revaluation of related investment assets are credited to the respective accounts.

k) Connected Charities

The staff of Sir John Cass's Foundation also undertake the administrative work for Aldgate and Allhallows Barking Exhibition Foundation and Samuel Butler's Educational Foundation. A management fee is payable in respect of the work involved, (see note 3). The charities have some trustees in common (see note 15 concerning related parties), but are not otherwise connected and are run as separate entities. Separate accounts are produced.

Sir John Cass's Foundation

Notes to the financial statements

For the year ended 31 March 2009

2. Investment income

	2009 £	2008 £
Interest on short-term deposits	233,014	207,863
Dividends	843,814	813,546
Rents	<u>803,786</u>	<u>1,111,164</u>
	<u><u>1,880,614</u></u>	<u><u>2,132,573</u></u>

Rents are generated from the Foundation's property investment portfolio.

3. Other incoming resources

	2009 £	2008 £
Fees earned for the administration of other grant giving charities	53,605	30,000
Donations	<u>997</u>	<u>594</u>
	<u><u>54,602</u></u>	<u><u>30,594</u></u>

Sir John Cass's Foundation

Notes to the financial statements

For the year ended 31 March 2009

4. Total Resources Expended

	Investment management	Promotion of education	Administration for other grant giving charities	Support costs	Governance	2009 Total	2008 Total
	£	£	£	£	£	£	£
Grants payable	-	506,745	-	-	-	506,745	3,022,630
Property management fee	39,365	-	-	-	-	39,365	75,864
Staff costs (note 6)	80,599	44,617	94,375	-	39,478	259,069	601,834
Staff training	-	-	-	-	-	-	7,404
Maintenance of inv portfolio	31,825	-	-	-	-	31,825	-
Office costs	-	-	-	164,743	-	164,743	74,990
Professional fees	-	-	-	74,975	-	74,975	61,552
Auditors' remuneration (note 5)	-	-	-	-	14,018	14,018	17,501
Board members' travel	-	-	-	-	1,912	1,912	2,892
	<u>151,789</u>	<u>551,362</u>	<u>94,375</u>	<u>239,718</u>	<u>55,408</u>	<u>1,092,652</u>	<u>3,864,667</u>
Resources expended							
Re-allocation of Support costs	<u>74,576</u>	<u>41,279</u>	<u>87,330</u>	<u>(239,718) *</u>	<u>36,533</u>	<u>-</u>	<u>-</u>
Total resources expended	<u>226,365</u>	<u>592,641</u>	<u>181,705</u>	<u>-</u>	<u>91,941</u>	<u>1,092,652</u>	<u>3,864,667</u>

* Support costs have been re-allocated on the basis of staff time as follows: Investment management - 31% (2008: 11%), Promotion of education - 17% (2008: 76%), Administration of other grant giving charities - 36% (2008: 13%), Governance - 15% (2008: 0%)

Sir John Cass's Foundation

Notes to the financial statements

For the year ended 31 March 2009

5. Net incoming/(outgoing) resources for the year

This is stated after charging:	2009	2008
	£	£
Board members' remuneration	-	-
Board members' reimbursed expenses	1,912	2,892
Auditors' remuneration:		
▪ Audit	7,935	8,108
▪ Other services	-	4,383
▪ Under accrual from previous year	-	5,010
	<u><u> </u></u>	<u><u> </u></u>

11 board members claimed expenses for travel (2008 - 11).

6. Staff costs and numbers

	2009	2008
	£	£
Remuneration (including benefits in kind)	206,249	516,937
Social security costs	22,713	37,115
Pension costs	30,107	47,782
	<u><u> </u></u>	<u><u> </u></u>
	259,069	601,834

Staff costs include compensation to staff made redundant as a result of the charity's restructuring. The majority of these costs were incurred in 2008.

Pension costs above represent contributions made by the Foundation to personal pension plans for staff, these payments are not to members of the Sir John Cass's Foundation pension scheme.

The number of staff whose remuneration was over £60,000 was as follows.

	2009	2008
	No.	No.
Between £80,000 and £90,000	<u><u> </u></u>	<u><u> </u></u>
	-	1

Sir John Cass's Foundation

Notes to the financial statements

For the year ended 31 March 2009

6. Staff costs and numbers (continued)

The average weekly number of employees (full-time equivalent) during the year was as follows:

	2009	2008
	No.	No.
Investment management	0.90	0.50
Promotion of education	1.64	3.75
Administration for other grant giving charities	1.91	0.60
Governance	0.80	1.90
	5.25	6.75

7. Taxation

The charity is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

Sir John Cass's Foundation

Notes to the financial statements

For the year ended 31 March 2009

8. Tangible fixed assets

	Art £	Freehold land and buildings £	Total £
At 1 April 2008	2,367,245	6,105,000	8,472,245
Revaluation during the year	-	29,776,000	29,776,000
At 31 March 2009	<u>2,367,245</u>	<u>35,881,000</u>	<u>38,248,245</u>

Sir John Cass's Foundation own four properties (Sir John Cass's Foundation Primary School, Sir John Cass's Foundation and Redcoat Church of England Secondary School, 31 Jewry St (occupied by London Metropolitan University), and Cass & Claredale Halls of Residence Limited. These properties are used for direct charitable purposes. The Foundation does not charge the occupiers rental for the use of these properties and no estimate for the free rental has been made.

Three of these properties were revalued on 31 October 2008 on a depreciated replacement costs basis by the Foundation's property advisors, Jones Lang LaSalle as follows: Primary School - £8,221,000; Secondary School - £22,760,000; and Cass & Claredale Halls of Residence - £4,500,000.

The fourth property (31 Jewry Street, London), was revalued on an existing use basis by the Foundation's property advisors, Jones Lang LaSalle on 18 January 2010 at £400,000.

The Foundation also has a collection of works of art and silver including a statue of Sir John Cass by the sculptor Louis Francois Roubilliac, a collection of painted panels by the artist Robert Robinson (dating from 1696) and an historic document archive. The Roubiliac statue is on permanent loan to the City of London Corporation and is on display in the Guildhall. The archive has also been moved to the City of London Corporation's Library at the Guildhall. The works of art were valued in January 2005 by Sothebys at £2,367,245 for insurance purposes, at the probable cost of replacing the items.

These assets have not been depreciated. This is in accordance with the Foundation's accounting policy (h).

Sir John Cass's Foundation

Notes to the financial statements

For the year ended 31 March 2009

9. Investments

	2009	2008
	£	£
Market value at the year start	37,964,776	<u>54,326,615</u>
Investment additions at cost	31,276,822	-
Investments transferred from Hill Elden	73,496	-
Property disposals	-	(5,766,620)
Investment disposal proceeds	<u>(27,231,085)</u>	<u>(1,378,492)</u>
Total investment disposals	4,119,233	(7,145,112)
Realised losses in property portfolio	-	(624,130)
Realised losses in investments	<u>(3,710,880)</u>	-
	(3,710,880)	(624,130)
Unrealised losses in property portfolio	(2,345,000)	(6,360,000)
Unrealised losses in investments	<u>(4,873,467)</u>	<u>(2,232,597)</u>
Net unrealised losses on investments	(7,218,467)	(8,592,597)
Market value of investments at the end of the year	31,154,662	37,964,776
Cash held as part of investment portfolio	<u>9,797</u>	-
	<u>31,164,459</u>	<u>37,964,776</u>

Equity investment management fees ranging from 0.3% to 0.75% per annum of the portfolio value are charged within the relevant funds and therefore reflected in the closing market values and/or the net income distributed.

Investments comprise:

	2009	2008
	£	£
UK Common investment funds	19,353,209	23,808,526
Investment properties in the UK	<u>11,811,250</u>	<u>14,156,250</u>
	<u>31,164,459</u>	<u>37,964,776</u>

Sir John Cass's Foundation

Notes to the financial statements

For the year ended 31 March 2009

9. Investments (continued)

Investments representing over 5% by value of the portfolio comprise:

	£	%
Investment properties in the UK	11,811,250	37.90%
Sarasin Int Equity Inc CLS 'B' Inc	3,218,026	10.33%
Sarasin Equisar Global Thematic Fund Inc B Shares	<u>2,851,174</u>	9.15%

Investment properties are stated at market value. Valuations of the Foundation's properties as at 31 March 2009, on an open market basis, were carried out by Jones Lang LaSalle Limited, Chartered Surveyors.

During the year, the Foundation obtained the agreement of the Charity Commission to take over the management of the Hill Elden & Francis Foundation and its assets of £73,496 were transferred to the Foundation to be held as permanent endowment.

10. Debtors

	2009 £	2008 £
Sundry debtors	34,470	17,301
Prepayments and accrued income	241	71,902
	<u>34,711</u>	<u>89,203</u>

11. Creditors: amounts falling due within one year

	2009 £	2008 £
Grant creditors		
Individuals	13,675	10,650
Organisations, London & Southwark Diocesan Boards, Academy Programme and Universities	798,348	748,388
	812,023	759,038
Trade and other creditors	9,855	40,496
Accruals	80,040	15,534
Bank overdraft	-	-
Pension creditor due within one year (note 14)	100,433	99,082
	<u>1,002,351</u>	<u>914,150</u>

Sir John Cass's Foundation

Notes to the financial statements

For the year ended 31 March 2009

12. Creditors: amounts falling due after one year

	2009	2008
	£	£
Grant creditors		
Academy Programme and Universities	800,000	1,150,000

13. Grant commitments

Future commitments in respect of grants made over a term of years, subject to conditions and subsequent Foundation approval:

	2009	2008
	£	£
Within one year	219,696	535,877
Between one and two years	106,123	132,476
Between two and three years	33,350	94,123
Greater than three	10,000	23,350
	369,169	785,826

14. Pension liabilities

	2009	2008
	£	£
Balance at the start of the year	1,213,000	1,282,000
Benefits paid	(98,000)	(107,628)
Interest cost	73,000	65,000
Actuarial (gain)/loss to future pension obligations	(95,000)	(26,372)
Net movement in provision in the year	(120,000)	(69,000)
Balance at the end of the year	1,093,000	1,213,000
Benefits payable falling due within one year	100,433	99,082
Benefits payable falling due after one year	992,567	1,113,918
Balance at the end of the year	1,093,000	1,213,000

Sir John Cass's Foundation

Notes to the financial statements

For the year ended 31 March 2009

14. Pension liabilities (continued)

The Foundation used to operate an unfunded defined benefit pension scheme for employees of the Foundation. This scheme was closed to new members in 1990. There are currently eight members, all retired, and all obligations which exceed the accounted for liability are met out of unrestricted reserves. The pension provision is reviewed for its adequacy annually at the balance sheet date by a recognised firm of actuaries. The outstanding liability was estimated using FRS17 valuation methodology with the following assumptions:

	2009	2008
Economic assumptions	% per annum	% per annum
Investment return	6.50	6.30
Increases to pension payment	2.50	3.00

History of experience gains and losses

Actual less expected return on assets (£'000)	-	-
Experience gain/(loss) arising on the scheme liabilities (£'000)	31	25
Percentage of present value scheme liabilities	2.8%	2.1%
Change in assumptions underlying the present value of scheme liabilities gain/(loss)	64	4
Percentage of present value of scheme liabilities	5.9%	0.3%

The actuarial valuation of the liability over the preceding five years has been as follows:

	2005	2006	2007	2008	2009
	(£'000)	(£'000)	(£'000)	(£'000)	(£'000)
Total pension liability	<u>1,460</u>	<u>1,399</u>	<u>1,282</u>	<u>1,213</u>	<u>1,093</u>

Sir John Cass's Foundation

Notes to the financial statements

For the year ended 31 March 2009

15. Related parties

Sir John Cass's Foundation Primary School

The Foundation owns the property used by the Primary School and allows the school rent free usage.

The Foundation may nominate up to four members to the Governing Body of the Primary School and during the year the Foundation exercised this option. One of the Foundation's ex-officio Board Members was also an ex-officio Governor of the School until 31 October 2008.

Sir John Cass's Foundation and Redcoat Church of England Secondary School

The Foundation owns the property used by the Secondary School and allows the school rent free usage.

The Foundation may nominate up to four members to the Governing Body of the Secondary School and during the year the Foundation nominated two Board Members and the Clerk/CEO of the Foundation to the school Governing Body. One of the Foundation's ex-officio Board Members is also an ex-officio Governor of the School.

Aldgate and Allhallows Exhibition Foundation; Samuel Butler's Education Foundation

The Foundation administers the grants payment systems for these Foundations, and received combined fees of £44,805 (2008: £30,795) for this service during the year. Four of the Foundation's Board Members sat on the governing bodies of the other Foundations in various capacities during the year.

City University

Between 2001 and 2005 City University received a major capital grant totalling £5 million from the Foundation in respect of Cass Business School. In recognition of this, appropriate nomination from the Foundation to City University was agreed.

The Foundation nominates one Council member, two Court members and two Cass Business School Advisory Board members. One of the Foundation's Board Members, in an independent capacity, was Chairman of both City University's Advisory Board and Investment Committee.

Sir John Cass's Foundation

Notes to the financial statements

For the year ended 31 March 2009

15. Related parties (continued)

London Metropolitan University

The Foundation owns 31 Jewry Street and the Cass and Claredale Halls of Residence used by the university, and allows the university rent free usage of these properties.

London Diocesan Board of Schools

The London Diocesan Board of Schools has one nominated representative to the Foundation's Board of Governors. The Diocesan Board has been a major beneficiary of the Foundation's grant making programme being allocated £800,000 funding for the Academy Programme and for capital improvement projects to individual Church of England Schools within the Diocese.

Southwark Diocesan Board of Education

The Southwark Diocesan Board of Education has one nominated representative to the Foundation's Board of Governors. The Diocesan Board has been a major beneficiary of the Foundation's grant making programme being allocated funding for the Academy Programme of £500,000 for capital improvement projects to individual Church of England Schools within the Diocese. They were also awarded £200,000 for a capital project at Christ Church North Brixton Church of England Primary School.

Sir John Cass's Foundation

Notes to the financial statements

For the year ended 31 March 2009

16. Analysis of net assets between funds

	Permanent endowment fund £	Restricted funds £	Designated funds £	General funds £	Total funds £
Tangible fixed assets	35,881,000	-	2,367,245	-	38,248,245
Investments	30,544,128	19,340	-	600,991	31,164,459
Net current assets	-	-	-	1,760,443	1,760,443
Long term liabilities	-	-	-	(1,592,567)	(1,592,567)
Net assets at the end of the year	66,425,128	19,340	2,367,245	768,867	69,580,580

17. Movements in funds

	At 1 April 2008 £	Incoming Resources £	Outgoing Resources £	Realised/ unrealised gains & losses/ movement in pension reserve £	At 31 March 2009 £
Endowment funds	46,818,168	-	-	19,606,960 *	66,425,128
Restricted funds:					
Foundation Primary School Alfred Lyon and Aldgate Ward Funds	24,806	-	-	(5,466)	19,340
Designated unrestricted funds					
Art reserve	2,367,245	-	-	-	2,367,245
General unrestricted funds	585,648	1,935,216	(1,165,652)	(586,345)	768,867
Total funds	49,795,867	1,935,216	(1,165,652)	19,015,149	69,580,580

* The movement in the endowment funds includes the revaluation of the Foundation's properties and investments as referred to in notes 8 and 9 and also the transfer of assets from Hill Elden & Francis Foundation (note 9).

Purpose of restricted funds

Foundation Primary School Alfred Lyon and Aldgate Ward Funds: The primary school fund comprises the capital of the Alfred Lyon and Aldgate Ward funds, which provide income for the benefit Sir John Cass's Foundation Primary School

Purpose of designated funds

Art reserve: This reserve represents the valuation of the artefacts including the Roubilliac statue of Sir John Cass