

KOL CHAI HATCH END JEWISH COMMUNITY

**REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2014**

CHARITY NO. : 299063

**KOL CHAI HATCH END JEWISH COMMUNITY
434 Uxbridge Road
Hatch End
Pinner
Middlesex, HA5 4RG**

KOL CHAI HATCH END JEWISH COMMUNITY
(An unincorporated charity)

REPORT AND ACCOUNTS FOR THE YEAR ENDED 31 MAY 2014

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KOL CHAI HATCH END JEWISH COMMUNITY

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2014

The Trustees present their report and accounts for the year ended 31 May 2014

Objects and Organisation of the Charity and Principal Activities

Kol Chai Hatch End Jewish Community is a charity established under a charitable trust and governed by its constitution. The objects of the charity are as defined by its constitution and its principal activity is that of a Synagogue and Jewish Community. In particular, there is an emphasis on the educational work of the community.

The charity is organised and administered by its elected Management Committee and Executive Officers. The Management Committee meets each month. The Executive Officers, in addition to attending the Management Committee meetings, also meet separately, once a month.

The Trustees (i.e. the Management Committee members) have considered the major risks to which the Charity is exposed.

Development, Activities and Achievements this Year

Kol Chai Hatch End Jewish Community continues to develop the breadth and depth of activities (spiritual and non-spiritual) that it offers members. The educational, social and other charitable works of the charity have continued to expand.

Balance Sheet and Statement of Financial Activities

The Statement of Financial Activities shows that for the year to 31 May 2014 the charity recorded a surplus of £7,752 (2013: £15,077) before transfers to the Building Fund and Capital Reserve.

In accordance with our long established charitable principles, we have continued this year to raise money for our own trust funds and to collect for the benefit of outside charities.

Although our balance sheet continues to show a reasonable level of net assets of £434,560 (2013: £426,808), there is a continued focus on reducing our bank loan. The outstanding bank loan of £77,468 (2013: £90,979) is repayable by 2022.

Available Funds

This year the trading surplus was achieved following the ongoing annual subscription rates and membership, and from donations and various activities. This has maintained the positive cash flow into the Charity. On the basis that membership numbers remain at least at the current level and donations and fundraising efforts continue to provide suitable funds, the year ahead should enable the community to operate within available resources.

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2014

Trustees

The Honorary Offices as defined in the constitution are also the Trustees of the Charity. There are no other Trustees.

The Trustees who served during the year were:

A Etkind (Chairman), C Shapiro, R Braham, P Grant, A Davis, J Bard, S Astaire, R Grant, M Samuels, R Decker, H Shapiro, J Sabel, J Grant, M Brownstone, K Leaman, S Gurevitz, A Gaffin, M Collins.

The Trustees are elected by the members of the Community at the Annual General Meeting. In the event of any of these offices not being filled at the Annual General Meeting or falling vacant during the year, the Management Committee may appoint a suitable member to hold office until the next Annual General Meeting.

No payments have been made to the Trustees in respect of expenses incurred for services provided to the charity.

Statement of Trustees' Responsibilities

The Trustees are required by law to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and its results for that period. In preparing those financial statements, the Trustees are required to:

1. Select suitable accounting policies and apply them consistently.
2. Make judgements and estimates that are reasonable and prudent.
3. Prepare the financial statements on a going concern basis unless it is inappropriate to assume that the charity will continue in operation.

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2014

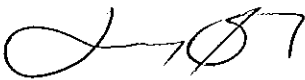
The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the synagogue's constitution, and The Charities (Accounts and Reports) Regulations 2005.

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.

Approval

This report was approved by the Trustees on *20 February 2015* and signed on their behalf.



(Treasurer)

**Independent Examiner's Report to the Trustees of
Kol Chai Hatch End Jewish Community**

I report on the accounts for the year ended 31 May 2014 set out on pages 5 to 14

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required.

It is my responsibility to:

- examine the accounts under Section 145 of the 2011 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below.

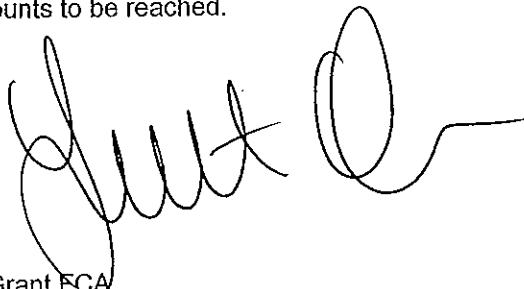
Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements
- to keep accounting records in accordance with Section 130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Act

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Jonathan Grant FCA
Chartered Accountant
49A High Street
Ruislip
Middlesex
HA4 7BD

Date 20 FEBRUARY 2015

KOL CHAI HATCH END JEWISH COMMUNITY
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SUMMARY OF RESTRICTED FUNDS AT 31 MAY 2014

	Building Reserve Note 8 £	Welfare Fund Note 9 £	PA Fund Note 10 £	Restricted Funds Educational Trust Fund Note 11 £	Discretionary Fund Note 12 £	World Jewry Fund Note 13 £	Next Generation Note 14 £	Total Restricted Funds at 31/05/2014 £
Incoming Resources	3,650			672	180			3,830
Contributions and donations								672
High Holiday appeal								70
Fund raising								4,572
Total incoming resources	3,650	0	0	672	180	0	0	4,572
Resources Expended					-100			-100
Donations given								-753
Other direct charitable expenses								-853
Management and administration of the charity								-753
Total Resources Expended	0	0	0	0	-100	0	0	-853
Net incoming(outgoing) resources for the period	3,650	0	0	672	80	0	0	3,719
Transferred between Funds								-12,911
Transfer to Capital Reserve	-12,911							4,272
Contribution from membership subscriptions	4,272							-4,920
Net funds for the period	-4,989	0	0	672	80	0	0	-28,913
Funds as at 31 May 2013	-63,761	2,391	866	4,443	500	-100	26,748	-28,913
Fund balances carried forward at 31 May 2014	-68,750	2,391	866	5,115	580	-100	26,065	-33,833

KOL CHAI HATCH END JEWISH COMMUNITY

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STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MAY 2014

	Note	Restricted Funds	Unrestricted Funds			Total	Total
		31/05/2014	Income & Expenditure Note 6	General Reserve Note 6	Capital Reserve Note 7	£	31/05/2013
		£	£	£	£	£	£
Incoming Resources							
Membership subscriptions			164,609			164,609	166,637
Income tax repayment on subscriptions & donations			36,738			36,738	39,583
Parental contributions to religion school expenditure			3,750			3,750	5,785
Rental income			1,690			1,690	1,375
Contributions and donations	3,830	3,830	25,484			29,314	26,525
High Holyday appeal	672	672	6,953			7,625	7,040
Bank interest			1			1	0
Fund raising	70	70	11,829			11,899	11,975
Total incoming resources		4,572	251,054	0	0	255,626	258,920
Resources Expended							
Donations given		-100	-6,657			-6,757	-8,203
Other direct charitable expenses	6	-753	-36,639			-37,392	-34,416
Management and administration of the charity	6		-203,725			-203,725	-201,224
Total resources expended		-853	-247,021	0	0	-247,874	-243,843
Net incoming resources for the period		3,719	4,033	0	0	7,752	15,077
Transferred between Funds							
Transfer to Capital Reserve		-12,911			12,911	0	0
Contribution from membership subscriptions		4,272	-4,272			0	0
Building amortisation	2		10,376		-10,376	0	0
Net funds for the period		-4,920	10,137	0	2,535	7,752	15,077
Funds as at 31 May 2013		-28,913	35,653	3,000	417,068	426,808	411,731
Fund balances carried forward at 31 May 2014		-33,933	45,790	3,000	419,603	434,560	426,808

Kol Chai Hatch End Jewish Community
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BALANCE SHEET AS AT 31 MAY 2014

	NOTES	2014		2013	
		£	£	£	£
FIXED ASSETS					
Land and buildings	2		497,071		507,447
Fixtures, fittings and equipment	2		3,485		4,577
			500,556		512,024
CURRENT ASSETS					
Debtors and prepayments	3	9,775		15,333	
Bank and cash balances		13,775		3,290	
		23,550		18,623	
CREDITORS					
Amounts falling due within one year	4	-24,828		-26,210	
NET CURRENT LIABILITIES			-1,278		-7,587
CREDITORS					
Amounts falling due in more than one year	5		-64,718		-77,629
NET ASSETS			434,560		426,808
Unrestricted Funds					
Income and expenditure account	6	45,789		35,653	
General reserve	6	3,000		3,000	
Capital reserve	7	419,603		417,068	
			468,392		455,721
Restricted Funds					
Building fund reserve	8	-68,750		-63,761	
Welfare fund	9	2,391		2,391	
PA fund	10	866		866	
Educational trust fund	11	5,115		4,443	
Rabbi's discretionary fund	12	580		500	
World Jewry fund	13	-100		-100	
Next Generation	14	26,065		26,748	
			-33,833		-28,913
			434,560		426,808

Approved by the Management Committee


Jeremy Bard - Treasurer

Date: 20 February 2015

KOL CHAI - HATCH END JEWISH COMMUNITY
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2014**

1 ACCOUNTING POLICIES

The accounts have been prepared under the historical cost convention.

The accounts have been prepared in accordance with applicable accounting standards, the Statement Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005 and the Charities Act 1993.

Fixed Assets and Depreciation

Freehold premises comprise the cost of land and building. The land is not depreciated; the building is amortised at 2% per annum. Fixtures, fittings and equipment are depreciated at the rate of 25% of net value per annum.

Income Tax Repayments

Income tax repayments on subscriptions are credited to income and expenditure account only when received, or accrued for only when receipt can be anticipated with certainty.

2 FIXED ASSETS

Freehold Premises

The freehold premises comprise the cost of land and buildings at Woodridings Yard, Hatch End, Pinner Middlesex, and include legal and professional fees and other associated costs.

Land and Buildings

	2014 £	2013 £
Cost		
At beginning and end of the year	<u>618,789</u>	<u>618,789</u>
Amortisation		
At the beginning of the year	111,342	100,966
Charge for the year	10,376	10,376
At the end of the year	<u>121,718</u>	<u>111,342</u>
Net Book Value		
At the beginning of the year	<u>507,447</u>	<u>517,823</u>
At the end of the year	<u>497,071</u>	<u>507,447</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2014

2 **FIXED ASSETS** (continued)

	2014 £	2013 £
Fixtures, fittings and equipment		
Cost		
At the beginning of the year	32,710	32,565
Additions during the year	<u>69</u>	<u>145</u>
At the end of the year	<u><u>32,779</u></u>	<u><u>32,710</u></u>
Depreciation		
At the beginning of the year	28,133	26,614
Charge for the year	<u>1,161</u>	<u>1,519</u>
At the end of the year	<u><u>29,294</u></u>	<u><u>28,133</u></u>
Net Book Value		
At the beginning of the year	<u><u>4,577</u></u>	<u><u>5,951</u></u>
At the end of the year	<u><u>3,485</u></u>	<u><u>4,577</u></u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2014**

		2014 £	2013 £
3	<u>DEBTORS AND PREPAYMENTS</u>		
	Income tax repayments	8,617	11,528
	Subscriptions and prepayments	<u>1,158</u>	<u>3,805</u>
		<u>9,775</u>	<u>15,333</u>
4	<u>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u>		
	Bank overdraft	-	3,405
	Taxation and Social Security	2,044	2,412
	Subscriptions received in advance and accrued expenses	10,034	7,643
	Bank loan	<u>12,750</u>	<u>12,750</u>
		<u>24,828</u>	<u>26,210</u>

The bank overdraft is repayable on demand.

The bank loan repayable within one year is the estimate of loan repayments net of estimated interest chargeable. (see Note 6)

5 **CREDITORS: AMOUNTS FALLING DUE
IN MORE THAN ONE YEAR**

Bank loan	<u>64,718</u>	<u>77,629</u>
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A bank loan was taken in 2003 from the Royal Bank of Scotland Plc for £250,000 to fund the extension of the Synagogue premises. The loan is repayable by 31 March 2028 at an interest rate of 1.875% over the bank's base rate. There are no penalties for early repayment of the loan. The repayments on the loan have been rescheduled to complete during 2022 (previously 2017) The loan is secured by a charge over the freehold premises and other assets and the bank has issued its right of recourse to the Synagogue Trustees.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2014

6 INCOME AND EXPENDITURE ACCOUNT

	2014	2013
	£	£
Surplus brought forward	38,653	20,414
(Deficit)/surplus for the year after transfer to Building Reserve	-240	4,863
	38,413	25,277
Transfer Capital Reserve (Note 7) - Building Amortisation	10,376	10,376
Surplus carried forward	48,789	35,653
General reserve	0	3,000
Surplus carried forward	48,789	38,653

Expenses (see Page 6)

Salaries, fees and National Insurance	108,426	108,848
Jewish Joint Burial Society	26,749	24,733
MRJ Membership fees	23,840	29,844
Board of Deputies fees	1,395	440
Insurance	4,004	3,755
Printing, postage and stationery (incl. Koleinu)	8,220	6,539
Prayer books	516	145
Bank charges and interest	1,810	1,729
Building services, maintenance and renewals	10,003	8,031
Sundry expenses	3,118	1,225
Depreciation and amortisation	11,537	11,895
Loan interest	2,219	2,189
Rabbi's expenses	1,888	1,852
	203,725	201,224

Building services ,maintenance and renewals includes items where direct donations have been received. This income is included in contributions and donations on page 6.

Other Direct Charitable Expenses

Religion School expenses (incl. Salaries & National Insurance)	26,003	27,660
High Holyday Services and other Religious Services	6,198	5,932
Direct Fundraising Expenses	4,438	824
	36,639	34,416

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2014

		2014 £	2013 £
7	<u>CAPITAL RESERVE</u>		
	Balance brought forward	417,068	404,398
	Transfer from building fund reserve (Note 8)	12,911	23,046
	Amortisation on building (Note 2)	<u>-10,376</u>	<u>-10,376</u>
	Balance carried forward	<u>419,603</u>	<u>417,068</u>
	Represented by:		
	Freehold premises (net book value)	497,071	507,447
	Bank loan due in more than one year	-64,718	-77,629
	Bank loan due in less than one year	<u>-12,750</u>	<u>-12,750</u>
		<u>419,603</u>	<u>417,068</u>

8 **BUILDING RESERVE**

The Building Fund Reserve represents funds set aside from the community's normal income together with specific fundraising and donations designed to meet the cost of building projects.

	2014 £	2013 £
Balance brought forward	-63,761	-47,762
Transfer from membership subscriptions	4,272	5,724
Fund raising	3,650	1,323
Transfer to capital reserve (Note 7)	<u>-12,911</u>	<u>-23,046</u>
Balance carried forward	<u>-68,750</u>	<u>-63,761</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2014**

9 **WELFARE FUND**

The Welfare Fund was established to allow the Trustees to make specific donations, as they see fit, to needy causes in the community. These funds represent donations specifically designated for this purpose.

	2014	2013
		£
Balance brought forward and carried forward	<u>2,391</u>	<u>2,391</u>
Represented by:		
Bank and cash balances	<u>2,391</u>	<u>2,391</u>

10 **PA FUND**

The Parents' Association (PA) Fund was established to support the activities of the Religion School. Funds are raised from specific donations and fundraising events.

	£	£
Balance brought forward and carried forward	<u>866</u>	<u>866</u>
Represented by:		
Bank and cash balances	<u>866</u>	<u>866</u>

11 **EDUCATIONAL TRUST FUND**

The Educational Trust Fund, founded in the memory of one of our early members, is available to sponsor any member participating in a course or event intended to further Jewish learning or identify. The fund receives specific donations.

	2014	2013
	£	£
Balance brought forward	4,443	4,239
Donations made during the year	-	-500
Donations received during the year	<u>672</u>	<u>704</u>
	<u>5,115</u>	<u>4,443</u>
Represented by:		
Bank and cash balances	<u>5,115</u>	<u>4,443</u>

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**NOTES TO THE FINANCIAL STATEMENTS
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12 **RABBI'S DISCRETIONARY FUND**

The Rabbi's Discretionary Fund was established to allow the Rabbi to make specific donations for charitable purposes, as he sees fit. The fund represents donations for this purpose from both inside and outside the Community.

	2014	2013
	£	£
Balance brought forward	500	550
Donations received in the year	180	350
Donations made in the year	-100	-400
Balance carried forward	580	500
Represented by:		
Bank and cash balances	500	500

13 **WORLD JEWRY**

	2014	2013
Brought forward and carried forward	-100	-100
Represented by:		
Bank and cash balances	-100	-100

14 **NEXT GENERATION**

	2014	2013
	£	£
Balance brought forward	26,748	23,735
Donations received in the year	70	2,937
Expenditure applied in the year	-753	-824
Income Tax reclaimed	-	900
Balance carried forward	26,065	26,748
Represented by:		
Bank and cash balances	26,065	26,748