

KOL CHAI HATCH END JEWISH COMMUNITY

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2015

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 2015

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KOL CHAI HATCH END JEWISH COMMUNITY

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2015

The Trustees present their report and accounts for the year ended 31 May 2015

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 2015 the charity recorded a surplus of £3,366 (2014: £7,752) 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 healthy level of net assets of £437,926 (2014: £434,560), there is a continued focus on reducing our bank loan. The outstanding bank loan of £65,490 (2014: £77,468) is repayable by 2028.

In order to avoid any unnecessary bank interest and charges, the main operating bank account of the Community holds both restricted and unrestricted funds.

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 2015

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:

R Braham (Chairman), P Martin, A Baker, A Gaffin, A Etkind, C Gerstein, H Shapiro, J Bard, J Grant, J Schneider, R Decker, R Gerstein, S Gurevitz.

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 2015

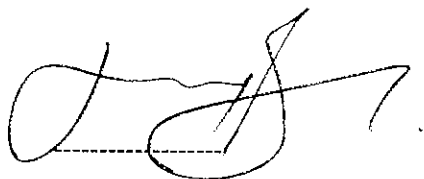
The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity.

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 *25 February 2016* and signed on their behalf.

A handwritten signature in black ink, appearing to be 'J. S.', written over a horizontal dashed line. The signature is cursive and somewhat stylized.

(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 2015 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.



Michael Cass
Chartered Accountant
Pinner
Middlesex
HA5

Date 25/2/16

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SUMMARY OF RESTRICTED FUNDS AT 31 MAY 2015

	Building Reserve Note 8	Weifare 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 31/05/2015
	£	£	£	£	£	£	£	£
Incoming Resources	1,530	0	0	652	252	0	0	2,434
Contributions and donations								1,782
High Holyday appeal				652				652
Fund raising					252			0
Total incoming resources	1,530	0	0	652	252	0	0	2,434
Resources Expended								
Donations given				-750				-750
Other direct charitable expenses								-631
Management and administration of the charity								-5,632
Total Resources Expended	0	0	0	-750	0	0	-6,263	-7,013
Net incoming/(outgoing) resources for the period	1,530	0	0	-98	252	0	-6,263	-4,579
Transferred between Funds								
Transfer to Capital Reserve	-11,978							-11,978
Contribution from membership subscriptions	1,500							1,500
Net funds for the period	-9,948	0	0	-98	252	0	-6,263	-15,057
Funds as at 31 May 2014	-68,750	2,391	866	5,115	580	-100	26,065	-33,833
Fund balances carried forward at 31 May 2015	-77,698	2,391	866	5,017	832	-100	19,803	-48,889

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STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MAY 2015

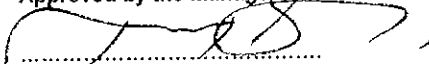
	Note	<u>Restricted Funds</u>	<u>Unrestricted Funds</u>			Total
		31/05/2015	Income & Expenditure	General Reserve	Capital Reserve	31/05/2015
		£	Note 6	Note 6	Note 7	£
Incoming Resources						
Membership subscriptions			161,258			161,258
Income tax repayment on subscriptions & donations			35,747			35,747
Parental contributions to religion school expenditure			3,566			3,566
Rental income			1,910			1,910
Contributions and donations		1,782	22,775			24,557
High Holyday appeal		652	5,873			6,525
Bank interest		0	4			4
Fund raising			13,314			13,314
Total incoming resources		2,434	244,447	0		246,881
Resources Expended						
Donations given		-750	-5,705			-6,455
Other direct charitable expenses	6	-631	-34,770			-35,401
Management and administration of the charity	6	-5,632	-196,027			-201,659
Total resources expended		-7,013	-236,503	0		-243,515
Net incoming resources for the period		-4,579	7,945	0		3,366
Transferred between Funds						
Transfer to Capital Reserve		-11,978			11,978	0
Contribution from membership subscriptions		1,500	-1,500			0
Building amortisation	2		10,376		-10,376	0
Net funds for the period		-15,057	16,821	0	1,602	3,366
Funds as at 31 May 2014		-33,833	45,790	3,000	419,603	434,560
Fund balances carried forward at 31 May 2015		48,889	62,611	3,000	421,205	437,926

Kol Chai Hatch End Jewish Community
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BALANCE SHEET AS AT 31 MAY 2015

	NOTES	2015		2014	
		£	£	£	£
FIXED ASSETS					
Land and buildings	2		486,695		497,071
Fixtures, fittings and equipment	2		2,614		3,485
			489,309		500,556
CURRENT ASSETS					
Debtors and prepayments	3	12,697		9,775	
Bank and cash balances		21,795		13,775	
		34,492		23,550	
CREDITORS					
Amounts falling due within one year	4	-33,134		-24,828	
NET CURRENT LIABILITIES			1,357		-1,278
CREDITORS					
Amounts falling due in more than one year	5		-52,740		-64,718
NET ASSETS			437,926		434,560
Unrestricted Funds					
Income and expenditure account	6	62,610		45,789	
General reserve	6	3,000		3,000	
Capital reserve	7	421,205		419,603	
			486,815		468,392
Restricted Funds					
Building fund reserve	8	-77,698		-68,750	
Welfare fund	9	2,391		2,391	
PA fund	10	866		866	
Educational trust fund	11	5,017		5,115	
Rabbi's discretionary fund	12	832		580	
World Jewry fund	13	-100		-100	
Next Generation	14	19,803		26,065	
			-48,889		-33,832
			437,926		434,560

Approved by the Management Committee


.....
Jeremy Bard - Treasurer

Date: 25 February 2016

KOL CHAI - HATCH END JEWISH COMMUNITY
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2015

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 of 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 book 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.

Accumulated Funds

Unrestricted funds are those where there are no externally imposed restrictions.

Restricted funds are subject to specific conditions by donors as to how they may be used.

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

	2015	2014
	£	£
Cost		
At beginning and end of the year	<u>618,789</u>	<u>618,789</u>
Amortisation		
At the beginning of the year	121,718	111,342
Charge for the year	10,376	10,376
	<u>132,094</u>	<u>121,718</u>
At the end of the year	<u>132,094</u>	<u>121,718</u>
Net Book Value		
At the beginning of the year	<u>497,071</u>	<u>507,447</u>
At the end of the year	<u>486,695</u>	<u>497,071</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2015

2 **FIXED ASSETS** (continued)

	2015 £	2014 £
Fixtures, fittings and equipment		
Cost		
At the beginning of the year	32,779	32,710
Additions during the year	<u>0</u>	<u>69</u>
At the end of the year	<u><u>32,779</u></u>	<u><u>32,779</u></u>
Depreciation		
At the beginning of the year	29,294	28,133
Charge for the year	<u>871</u>	<u>1,161</u>
At the end of the year	<u><u>30,165</u></u>	<u><u>29,294</u></u>
Net Book Value		
At the beginning of the year	<u><u>3,485</u></u>	<u><u>4,577</u></u>
At the end of the year	<u><u>2,614</u></u>	<u><u>3,485</u></u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2015

		2015 £	2014 £
3	<u>DEBTORS AND PREPAYMENTS</u>		
	Income tax repayments	10,284	8,617
	Subscriptions and prepayments	<u>2,413</u>	<u>1,158</u>
		<u>12,697</u>	<u>9,775</u>
4	<u>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u>		
	Taxation and Social Security	2,207	2,044
	Subscriptions received in advance and accrued expenses	18,178	10,034
	Bank loan	<u>12,750</u>	<u>12,750</u>
		<u>33,134</u>	<u>24,828</u>

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

5	<u>CREDITORS: AMOUNTS FALLING DUE IN MORE THAN ONE YEAR</u>		
	Bank loan	<u>52,740</u>	<u>64,718</u>

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. 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 2015

6 INCOME AND EXPENDITURE ACCOUNT

	2015	2014
	£	£
Surplus brought forward	48,789	38,653
(Deficit)/surplus for the year after transfer to Building Reserve	<u>6,445</u>	<u>-240</u>
	55,234	38,413
Transfer Capital Reserve (Note 7) - Building Amortisation	<u>10,376</u>	<u>10,376</u>
Surplus carried forward	65,610	48,789
General reserve	<u>0</u>	<u>0</u>
Surplus carried forward	<u><u>65,610</u></u>	<u><u>48,789</u></u>
<u>Expenses</u> (see Page 6)		
Salaries, fees and National Insurance	108,206	108,426
Jewish Joint Burial Society	24,498	26,749
MRJ Membership fees	28,322	23,840
Board of Deputies fees	490	1,395
Insurance	3,879	4,004
Printing, postage and stationery (incl. Koleinu)	7,631	8,220
Prayer books	959	516
Bank charges and interest	2,120	1,810
Building services, maintenance and renewals	8,267	10,003
Sundry expenses	2,454	3,118
Depreciation and amortisation	11,247	11,537
Loan interest	1,715	2,219
Rabbi's expenses	1,870	1,888
	<u>201,659</u>	<u>203,725</u>

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)	25,002	26,003
High Holyday Services and other Religious Services	5,646	6,198
Direct Fundraising Expenses	<u>4,122</u>	<u>4,438</u>
	<u><u>34,770</u></u>	<u><u>36,639</u></u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2015

		2015 £	2014 £
7	<u>CAPITAL RESERVE</u>		
	Balance brought forward	419,603	417,068
	Transfer from building fund reserve (Note 8)	11,978	12,911
	Amortisation on building (Note 2)	<u>-10,376</u>	<u>-10,376</u>
	Balance carried forward	<u>421,205</u>	<u>419,603</u>
	Represented by:		
	Freehold premises (net book value)	486,695	497,071
	Bank loan due in more than one year	-52,740	-64,718
	Bank loan due in less than one year	<u>-12,750</u>	<u>-12,750</u>
		<u>421,205</u>	<u>419,603</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.

	2015 £	2014 £
Balance brought forward	-68,750	-63,761
Transfer from membership subscriptions	1,500	4,272
Fund raising	1,530	3,650
Transfer to capital reserve (Note 7)	<u>-11,978</u>	<u>-12,911</u>
Balance carried forward	<u>-77,698</u>	<u>-68,750</u>

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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.

	2015	2014
		£
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.

	2015	2014
	£	£
Balance brought forward	5,115	4,443
Donations made during the year	-750	-
Donations received during the year	<u>652</u>	<u>672</u>
	<u>5,017</u>	<u>5,115</u>
Represented by:		
Bank and cash balances	<u>5,017</u>	<u>5,115</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2015

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.

	2015 £	2014 £
Balance brought forward	580	500
Donations received in the year	252	180
Donations made in the year	0	-100
 Balance carried forward	<u>832</u>	<u>580</u>
Represented by:		
Bank and cash balances	<u>832</u>	<u>580</u>

13 **WORLD JEWRY**

	2015	2014
Brought forward and carried forward	<u>-100</u>	<u>-100</u>
Represented by:		
Bank and cash balances	<u>-100</u>	<u>-100</u>

14 **NEXT GENERATION**

	2015 £	2014 £
Balance brought forward	26,065	26,748
Donations received in the year	0	70
Expenditure applied in the year	-6,263	-753
 Balance carried forward	<u>19,803</u>	<u>26,065</u>
Represented by:		
Bank and cash balances	<u>19,803</u>	<u>26,065</u>