

Whitefield Community Kollel
Unaudited Financial Statements
5 April 2021

HAFFNER HOFF LTD

Accountants
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Whitefield Community Kollel

Financial Statements

Year ended 5 April 2021

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Whitefield Community Kollel

Trustees' Annual Report

Year ended 5 April 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 5 April 2021.

Reference and administrative details

Registered charity name Whitefield Community Kollel

Charity registration number 1004263

Principal office 1 Park Hill Drive
Whitefield
Manchester
M45 7PD

The trustees

Rabbi J Guttentag	
D Colman	(Appointed 23 June 2021)
S Barron	(Appointed 1 March 2021)
L Seitler	(Appointed 1 March 2021)

Accountants Haffner Hoff Ltd
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Whitefield Community Kollel

Trustees' Annual Report *(continued)*

Year ended 5 April 2021

Structure, governance and management

Whitefield Community Kollel is constituted under a deed dated 29 August 1991 and amended by deed of amendment dated 2 May 2002, and further on 19 Dec 2021. It is a registered charity with a charity number 1004263, registered on the 26 September 1991.

Recruitment and appointment of new trustees would be in line with the Trust Deed and with the consent of the trustees. The criteria set for the suitable candidate would be someone who is sensitive to the needs and demands of the organisation.

There is no chief executive officer. The day to day affairs are undertaken by Rabbi J Guttentag on behalf of the trustees. All major decisions are taken collectively by the trustees and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

There are no policies for the induction or training of new trustees.

Risk review

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust, and are satisfied that systems are in place to manage our exposure to the major risks.

The risks faced by the trust are principally operational risks from ineffective grant making as well as ensuring the direct charitable activity is managed and maintained to the highest possible standard.

These risks are managed by the trustees researching potential beneficiaries before granting donations as well as overseeing the direct charitable activity in a way that ensures best use of resources.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all grants.

Whitefield Community Kollel

Trustees' Annual Report *(continued)*

Year ended 5 April 2021

Objectives and activities

The objects of the charity are the advancement and furthering of General Charitable purposes and education of the Orthodox Jewish faith.

Public benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education when reviewing the charity's aims and objectives and in planning future activities and setting grant making policy for the year.

Grant making policy

The charity is funded by donations. The charity gives out grants in line with the above objects.

The charity employs students so that they can further their studies.

The application of the funds by way of grants to either institutions or individuals and is almost always to individuals.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each object. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year.

The trustees consider the shorter term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Achievements and performance

The charity received £188,234 in donations during the year. During the year the charity spent £50,593 on the activities of the charity.

The charity employs 5 part time members of staff who undertake to teach participants, while at the same time continuing their studies to become qualified teachers, Rabbis and community functionaries.

Fundraising expenses are as detailed in the accounts and are mainly for travel costs of fundraisers during the year.

Governance costs were for professional fees relating to the Independent Examination.

Grants over £1,000 made during the year are as detailed in the accounts.

There were no material fundraising costs during the year.

Related party transactions in the reporting period are as disclosed in the notes to the accounts.

The trustees would like to record their appreciation for all the financial support received from benefactors during the course of the year.

There was an overall net income and net movement in funds for the year amounting to £137,644.

Whitefield Community Kollel

Trustees' Annual Report *(continued)*

Year ended 5 April 2021

Financial review

The trustees feel that the activity reflects the profile and standing within the local community. The impact for future years' expenditure is self evident and the trustees would like to record their appreciation for all the financial support received from benefactors during the course of the year.

Reserves policy

The Unrestricted Fund represents the unrestricted funds arising from past operating results. It represents the free reserves of the charity besides the tangible fixed assets and investments.

The Trustees are satisfied that the balance of the Fund approximates to the equivalent of nine to twelve months operating expenditure, which is satisfactory given the nature of revenue receipts against grants payable.

The free reserves, represented by the net current assets of the charity stand at £136,582 all of which are unrestricted.

Coronavirus

The charity has not been materially affected by the coronavirus.

Trustees' responsibilities statement

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

The trustees' annual report was approved on 28 January 2022 and signed on behalf of the board of trustees by:

Rabbi J Guttentag

Trustee

Whitefield Community Kollel

Independent Examiner's Report to the Trustees of Whitefield Community Kollel Year ended 5 April 2021

I report to the trustees on my examination of the financial statements of Whitefield Community Kollel ('the charity') for the year ended 5 April 2021.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Mr Howard Schwalbe ACA
Independent Examiner

2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

28 January 2022

Whitefield Community Kollel

Statement of Financial Activities

Year ended 5 April 2021

		2021		2020
		Unrestricted funds	Total funds	Total funds
	Note	£	£	£
Income and endowments				
Donations and legacies	4	188,234	188,234	57,317
Investment income	5	3	3	9
Total income		<u>188,237</u>	<u>188,237</u>	<u>57,326</u>
Expenditure				
Expenditure on charitable activities	6,7	<u>50,593</u>	<u>50,593</u>	<u>66,186</u>
Total expenditure		<u>50,593</u>	<u>50,593</u>	<u>66,186</u>
Net income/(expenditure) and net movement in funds		<u>137,644</u>	<u>137,644</u>	<u>(8,860)</u>
Reconciliation of funds				
Total funds brought forward		393	393	9,253
Total funds carried forward		<u>138,037</u>	<u>138,037</u>	<u>393</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 8 to 14 form part of these financial statements.

Whitefield Community Kollel

Statement of Financial Position

5 April 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible fixed assets	14	1,455	1,712
Current assets			
Cash at bank and in hand		151,909	16,013
Creditors: amounts falling due within one year	15	15,327	17,332
Net current assets		136,582	(1,319)
Total assets less current liabilities		138,037	393
Net assets		138,037	393
Funds of the charity			
Unrestricted funds		138,037	393
Total charity funds	16	138,037	393

These financial statements were approved by the board of trustees and authorised for issue on 28 January 2022, and are signed on behalf of the board by:

Rabbi J Guttentag
Trustee

The notes on pages 8 to 14 form part of these financial statements.

Whitefield Community Kollel

Notes to the Financial Statements

Year ended 5 April 2021

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 1 Park Hill Drive, Whitefield, Manchester, M45 7PD.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements did not require management to make judgements, estimates or assumptions that affect the amounts reported.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Whitefield Community Kollel

Notes to the Financial Statements *(continued)*

Year ended 5 April 2021

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Whitefield Community Kollel

Notes to the Financial Statements *(continued)*

Year ended 5 April 2021

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery	- 15% reducing balance
Fixtures and fittings	- 15% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Whitefield Community Kollel

Notes to the Financial Statements *(continued)*

Year ended 5 April 2021

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donations	162,656	162,656	57,317	57,317
Grants				
JRS Grant	25,578	25,578	—	—
	<u>188,234</u>	<u>188,234</u>	<u>57,317</u>	<u>57,317</u>

5. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Bank interest receivable	<u>3</u>	<u>3</u>	<u>9</u>	<u>9</u>

Whitefield Community Kollel

Notes to the Financial Statements *(continued)*

Year ended 5 April 2021

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Charitable grants	46,204	46,204	61,916	61,916
Support costs	4,389	4,389	4,270	4,270
	<u>50,593</u>	<u>50,593</u>	<u>66,186</u>	<u>66,186</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	Total funds 2021 £	Total fund 2020 £
Charitable grants	40,204	6,000	3,489	49,693	65,436
Governance costs	—	—	900	900	750
	<u>40,204</u>	<u>6,000</u>	<u>4,389</u>	<u>50,593</u>	<u>66,186</u>

8. Analysis of support costs

	Analysis of support costs £	Total 2021 £	Total 2020 £
General office	3,489	3,489	120
Governance costs	900	900	750
	<u>4,389</u>	<u>4,389</u>	<u>870</u>

9. Analysis of grants

	2021 £	2020 £
Grants to institutions		
B Y H M	4,200	3,600
Heichal Hatorah	1,800	6,600
	<u>6,000</u>	<u>10,200</u>
Total grants	<u>6,000</u>	<u>10,200</u>

10. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2021 £	2020 £
Depreciation of tangible fixed assets	<u>257</u>	<u>302</u>

Whitefield Community Kollel

Notes to the Financial Statements *(continued)*

Year ended 5 April 2021

11. Independent examination fees

	2021 £	2020 £
Fees payable to the independent examiner for: Independent examination of the financial statements	900	750

12. Staff costs

The average head count of employees during the year was 6 (2020: 6). The average number of full-time equivalent employees during the year is analysed as follows:

	2021 No.	2020 No.
Number of educational research staff	5	5
Number of admin staff	1	1
	<u>6</u>	<u>6</u>

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

13. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

14. Tangible fixed assets

	Plant and machinery £	Fixtures and fittings £	Total £
Cost			
At 6 April 2020 and 5 April 2021	6,494	5,890	12,384
Depreciation			
At 6 April 2020	6,104	4,568	10,672
Charge for the year	59	198	257
At 5 April 2021	6,163	4,766	10,929
Carrying amount			
At 5 April 2021	331	1,124	1,455
At 5 April 2020	390	1,322	1,712

15. Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	900	2,999
Social security and other taxes	94	—
Other creditors	14,333	14,333
	<u>15,327</u>	<u>17,332</u>

Whitefield Community Kollel

Notes to the Financial Statements *(continued)*

Year ended 5 April 2021

16. Analysis of charitable funds

Unrestricted funds

	At 06 Apr 2020 £	Income £	Expenditure £	At 05 Apr 2021 £
General funds	<u>393</u>	<u>188,237</u>	<u>(50,593)</u>	<u>138,037</u>
	At 06 Apr 2019 £	Income £	Expenditure £	At 05 Apr 2020 £
General funds	<u>9,253</u>	<u>57,326</u>	<u>(66,186)</u>	<u>393</u>

17. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2021 £
Tangible fixed assets	1,455	1,455
Current assets	151,909	151,909
Creditors less than 1 year	<u>(15,327)</u>	<u>(15,327)</u>
Net assets	<u>138,037</u>	<u>138,037</u>
	Unrestricted Funds £	Total Funds 2020 £
Tangible fixed assets	1,712	1,712
Current assets	16,013	16,013
Creditors less than 1 year	<u>(17,332)</u>	<u>(17,332)</u>
Net assets	<u>393</u>	<u>393</u>

18. Taxation

Whitefield Community Kollel is a registered charity and therefore is not liable to income tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.