

Hatch End Masorti Synagogue Ltd

Report and Accounts for the Year Ended 31st December 2021

Company Registration No. (England and Wales) 03899916

Charity Registration No. 1080951

Hatch End Masorti Synagogue Limited

Company information

Trustees	S Glass E Lucas N Mendoza G Ross D Ross
Secretary	N Mendoza
Company Number	03899916
Charity Number	1080951
Registered Office	2 Field End Road Pinner HA5 2QL

Hatch End Masorti Synagogue Limited

Report of the Trustees

The Trustees present their annual report and the financial statements of the Company for the year ended 31 December 2021.

Background

Hatch End Masorti Synagogue is a company limited by guarantee and does not have a share capital. It is registered as a charity (number 1080951).

Objectives, policy and public benefit

We review our aims and objectives annually, looking at our planned activities for the coming year. We have referred to the Charity Commission general guidance on Public Benefit and have considered how our activities meet the needs of our beneficiaries.

The Company's objectives are:

- (1) The advancement of the Jewish faith in accordance with Masorti principles, in particular by the establishment and maintenance of a religious congregation for the advancement and promotion of the practice and teaching of Judaism in Hatch End and its surrounding area;
- (2) The advancement of education in the history, customs, language, tenets and culture of Judaism.

The activities carried out for the public benefit are:

- The running of synagogue services
- Spiritual and emotional support to members
- Provision of education and outreach services
- Cultural and social events which support our ethos

The Company is a constituent member of Masorti Judaism (charity number 801846) and is part of Mosaic Jewish Community (charity number 1157109).

Organisation

The Trustees are responsible for all policy decisions.

The day to day operations are delegated to an elected council and various functional committees.

Financial position and reserves policy

The operating surplus is:

	2021	2020
	£	£
Overall surplus during the period	7,146	9,857
Overall funds	123,596	116,450

The trustees have established a policy whereby the reserves should be a minimum of:
See Note 10 in the Financial Statements.

66,488	67,500
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The free reserves are:

	2021	2020
	£	£
Free reserves (Note 9)	93,335	84,401

The Trustees note that the free reserves exceed the reserves policy figure by:

26,847	17,169
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Ratio of free reserves over reserves policy

1.40	1.25
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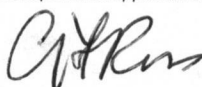
The Trustees will continue to monitor this.

Trustees and their interests

The Trustees of the Company during the period were as follows:

S Glass
E Lucas
N Mendoza
G Ross
D Ross

This report was approved by the Trustees on 22 June 2022.



G Ross
Trustee

Hatch End Masorti Synagogue Limited

Statement of financial activities for the year ended 31 December 2021 (incorporating the income and expenditure account)

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income and expenditure					
Incoming resources					
Fees		41,630		41,630	37,844
Donations and sponsorship received		1,860		1,860	386
High Holy Days contributions		1,305		1,305	0
Fundraising and other activities – net		0		0	2,624
Income tax recoverable		6,875		6,875	7,720
Bank interest receivable		1,002		1,002	1,844
Total income and endowments		52,672	0	52,672	50,418
Expenditure on charitable activities and other expenditure					
Direct charitable donations	4	11,849		11,849	11,549
Management and administration		31,889	1,788	33,677	29,012
Total expenditure		43,738	1,788	45,526	40,561
Net income in the period		8,934	-1,788	7,146	9,857
Movement of funds					
	8				
Fund balance at 1 January		84,401	32,049	116,450	106,593
Net income in the period		8,934	-1,788	7,146	9,857
Fund balance at 31 December		93,335	30,261	123,596	116,450

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

Hatch End Masorti Synagogue Limited

Balance sheet as at 31 December 2021

	Notes	2021	2020
		£	£
Fixed assets:			
Tangible assets			
- Torah scrolls and accessories		1,298	3,086
- fixtures, fittings and equipment		0	0
		<u>1,298</u>	<u>3,086</u>
Current assets:			
Debtors	6	4,965	6,466
Cash at bank and in hand		132,998	121,049
		<u>137,963</u>	<u>127,515</u>
Creditors:			
Amounts falling due within one year	7	15,665	14,151
		<u></u>	<u></u>
Net current assets		122,298	113,364
Total assets less current liabilities		<u>123,596</u>	<u>116,450</u>
Reserves:			
Unrestricted funds	9 and 10	93,335	84,401
Restricted funds	11	30,261	32,049
Total funds		<u>123,596</u>	<u>116,450</u>

The Trustees are satisfied that the Company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477, and that no member or members have requested an audit pursuant to section 476 of the Act.

The Trustees are responsible for:

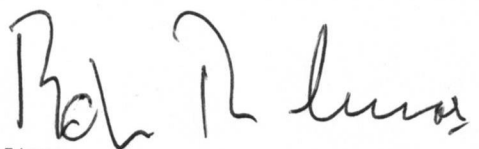
(a) ensuring that the Company keeps accounting records and the preparation of accounts which comply with the requirements of the Companies Act; and

(b) preparing financial statements which give a true and fair view of the state of affairs of the Company at 31 December 2021 and of its result for the period then ended in accordance with the provisions applicable to small companies subject to the small companies regime and in accordance with FRS102 SORP.

The accounts were approved by the Trustees on 22 June 2022.



G Ross
Trustee



E Lucas
Trustee

Hatch End Masorti Synagogue Limited

Notes to the financial statements at 31 December 2021

1 Accounting policies

A summary of the principal accounting policies, all of which have been applied consistently, is set out below.

Accounting convention

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The accounts have been prepared in accordance with the Statement of Recommended Practice (Accounting for Charities) (SORP 2019) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102).

Turnover

The turnover of the Company is derived from its normal activities.

Resources expended

All expenditure is included on an accruals basis.

The Charity is not registered for VAT and all the expenditure is shown inclusive of irrecoverable input VAT.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life as follows:

Torah scrolls and accessories	- 20 years
Fixtures, fittings and equipment	- between 2 and 5 years

2 The operating surplus is stated after:

	2021 £	2020 £
Depreciation of tangible assets	1,788	1,788
Donations received	1,860	386

3 Staff costs

There are no staff costs as this expense is included within the Mosaic Jewish Community charge.

Hatch End Masorti Synagogue Limited

Notes to the financial statements at 31 December 2021 (continued)

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Expenditure on charitable activities and other expenditure

	2021	2020
	£	£
Direct charitable expenditure		
Joint Jewish Burial Society	5,486	5,225
Masorti Judaism	5,868	5,829
Board of Deputies	495	495
	<u>11,849</u>	<u>11,549</u>
Management and administration		
Premises costs	2,469	620
Cheder expenses	746	1,014
Rabbi costs and expenses	14,606	13,335
Mosaic Jewish Community (including insurance, repairs, telephone)	9,038	8,517
Office expenses attributable to HEMS	271	181
Depreciation	1,788	1,788
Event catering and food costs (net)	1,243	1,212
Video services - High Holy Days and Chanukah	0	2,150
Ark design costs	2,800	0
Bank charges	17	66
General expenses	699	129
	<u>33,677</u>	<u>29,012</u>
Total expenditure	<u>45,526</u>	<u>40,561</u>

5

Tangible fixed assets

	Torah scrolls & accessories	Fixtures, fittings & equipment	Total
	£	£	£
Cost			
At 1 January	35,772	6,406	42,178
Additions	0	0	0
At 31 December	<u>35,772</u>	<u>6,406</u>	<u>42,178</u>
Depreciation			
At 1 January	32,686	6,406	39,092
Charge for the period	1,788	0	1,788
At 31 December	<u>34,474</u>	<u>6,406</u>	<u>40,880</u>
Net Book Value			
At 31 December	<u>1,298</u>	<u>0</u>	<u>1,298</u>
At 1 January	<u>3,086</u>	<u>0</u>	<u>3,086</u>

Hatch End Masorti Synagogue Limited

Notes to the financial statements at 31 December 2021 (continued)

6 Debtors

	2021 £	2020 £
Income tax recoverable on Gift Aid donations	4,848	5,660
Prepayments and accrued income	117	152
Other debtors	0	654
	<u>4,965</u>	<u>6,466</u>

7 Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals	1,326	2,173
Deferred Income	4,825	4,238
Other creditors	9,514	7,740
	<u>15,665</u>	<u>14,151</u>

8 Reconciliation of movements in total funds

	Unrestricted funds £	Restricted funds £	Total Funds £
Balance at 1 January	84,401	32,049	116,450
Movement in the period	8,934	-1,788	7,146
Balance at 31 December	<u>93,335</u>	<u>30,261</u>	<u>123,596</u>

9 Free reserves

	2021 £	2020 £
Unrestricted funds at 31 December	93,335	84,401
Free reserves	<u>93,335</u>	<u>84,401</u>

10 Reserves Policy

The Trustees have reviewed the reserves policy in line with their obligations and duties under charity law and regulations.

The purpose of the HEMS reserves policy is to ensure that:

- The risks of unforeseen circumstances will be addressed
- Planned commitments are covered
- HEMS can pay for day to day operational costs

Hatch End Masorti Synagogue Limited

Notes to the financial statements at 31 December 2021 (continued)

10.1 Risks of unforeseen circumstances

The Trustees have identified a number of risks that the reserves must address. For each risk, the Trustees have assessed an annual contingency which is a realistic estimate of what HEMS would have to spend should that risk actually occur.

		Annual Contingency £
Relocation	When the community moves to a new location, there is a loss of income if some members decide not to move with the community	2000
Membership	Risk of growth insufficient to meet planned overhead projections for Rabbi's salary	7000
Bereavement	Loss of income because of the demise of members (including Covid-19)	1000
Hamakom	Increased costs should families with children join and children attend Hamakom	1200
Mosaic	Increased costs continuing as the ratio of members between the constituent communities vary	3000
New building	Increased costs arising from unforeseen building running costs and creation of sinking fund	3000
Risk of debt	Support for members in financial hardship	4000
Fee parity	Absorbing possible fee increases in achieving parity with MR and ML	4000
Contingency	Other unforeseen circumstances and general contingency	1500
		26700

10.2 Planned commitments

Student rabbi	Expenses from September 2021 placement - 6 months thereof	3788
Marketing	Increased staff costs in Mosaic Jewish Community	4000
Care Workers	Contribution to Mosaic funding for cross-community care workers	2000
Development	Contribution to Mosaic funding for cross-community development rabbi	5000
		14788

10.3 Day to day operational costs

HEMS major operational costs will be:
Contributions to Mosaic Jewish Community, Masorti Judaism, Jewish Joint Burial Society and rabbi staffing costs.
There is a 3 year growth plan to increase membership to cover rabbi staffing costs.
During this 3 year period any deficits will be covered by reserves built for this purpose.

Total major operational costs estimated for 6 months	25000
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10.4 Summary

	Annual Contingency
10.1 Risk of unforeseen circumstances	26,700
10.2 Planned commitments	14,788
10.3 Day to day operational costs	25,000
The cost of the reserves policy for one year	66,488
Ratio of free reserves over reserves policy	1.40

11 Restricted funds

	2021 £	2020 £
Development fund	30,047	30,375
Asher Hyman fund	0	865
David Davis fund	214	809
	30,261	32,049

The Development Fund will be used for most building set up costs. Trustees will approach members to sponsor essential equipment - total estimated at £30000.

12 Capital

The Company is a company limited by guarantee not having a share capital.
The liability of members is limited to £20 each in the event of a winding up of the Company.

13 Change of address

During 2022 the Mosaic Jewish Community will be moving into a purpose built community centre for the benefit of its constituent members.



Section A

Independent Examiner's Report

Report to the
trustees/directors/
members of

Hatch End Masorti Synagogue Ltd

On accounts for the year
ended

31st December 2021

Charity no.:

1080951

Company no.:

03899916

Set out on pages

1-9

Responsibilities and
basis of report

I report to the charity trustees on my examination of the accounts of the Company for the year ended **31/12/2021**

As the charity's trustees of the Company (who are also the directors of the company for the purposes of company law), you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ("the 2006 Act").

Having satisfied myself that the accounts of the Company are not required to be audited for this year under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ("the 2011 Act"). In carrying out my examination, I have followed the Directions given by the Charity Commission (under section 145(5)(b) of the 2011 Act).

Independent
examiner's statement

~~[The company's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of [insert name of applicable listed body]]. Delete [] if not applicable.~~

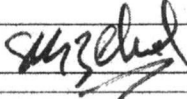
I have completed my examination. I confirm that no material matters have come to my attention (other than that disclosed below *) which gives me cause to believe that:

- accounting records were not kept in accordance with section 386 of the Companies Act 2006; or
- the accounts do not accord with such records; or
- the accounts do not comply with relevant accounting requirements under section 396 of the Companies Act 2006 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; or
- the accounts have not been prepared in accordance with the Charities SORP (FRS102).

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.

** Please delete the words in the brackets if they do not apply.*

Signed:



Date:

15/08/2022

Name:

Sassoon Ezekiel

Relevant professional qualification(s) or body (if any):

Bsc Econ, ACMA, CGMA Chartered Institute of Management Accountants

Address:

23 Barrow Point Avenue, Pinner, Middlesex, HAs 3HD

Section B

Disclosure

Only complete if the examiner needs to highlight material matters of concern (see CC32, Independent examination of charity accounts: directions and guidance for examiners).

Give here brief details of any items that the examiner wishes to disclose.

None