

CHAI NETWORK
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2021

Charity No: 1091208

CHAI NETWORK

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CHAI NETWORK

CHARITY DETAILS

CHARITY NUMBER	1091208
TRUSTEES	Bernard Verby Gary Glickman
BANKERS	NatWest plc
PRINCIPAL OFFICE	3 Milton Crescent Cheadle Cheshire SK8 1NT

CHAI NETWORK

TRUSTEES' REPORT ON THE ACCOUNTS **FOR THE YEAR ENDED 31 AUGUST 2021**

The trustees present their report along with the financial statements of the charity for the year 1 September 2020 to 31st August 2021. The financial statements have been prepared in accordance with the accounting policies set out on page 8 and 9 and comply with the charity's trust deed and applicable law.

Charity details

The details of the charity are given on page 1.

Constitution and objects

Chai Network is constituted under a declaration of trust dated 20th December 2001, and is a registered charity number 1091208.

The objects of the charity are to spread knowledge of the Jewish religion and culture by the following means:

- the publication of books, monographs, pamphlets and other reading material
- the holding of seminars whether residential or otherwise
- the establishment and extension of libraries
- the provision of social and recreational facilities to enable and assist in the spreading and knowledge of the Jewish religion
- such other means as the trustees shall from time to time think fit.

Objectives and activities

The main objectives are 'preparing ourselves for the ultimate redemption' and 'ensuring Jewish continuity' by reinforcing Jewish identity by providing nourishing educational and social activities, and reaching out to all, whether in times of crisis, celebration and in daily life. The charity's main income is from donations which enables the charity to achieve its objectives.

Achievements and performance

During the year the charity continued to run and expand on the following programmes and activities

Youth Activities

- Educational Services
- One to One Learning
- Alef Bet Club
- C-Kids
- Boys Bet Medrash
- Bat Mitzvah Club
- C-Teens
- Special Festival Celebrations

Adult Education

- One to One learning
- Torah studies
- Office learning
- Lunch & Learn
- Guest Speakers
- JLI - Jewish Learning Institute

Women programs

- Challah Bake
- Special Events and Guest Lectures
- Women's Mikva

General & Ongoing

- Shabbat & Festival Dinners
- Shabbat Morning Minyan with Kiddush
- Bikur Cholim – Room & Board for families of patients
- Meals on Wheels
- Judaica Services
- Friendship Circle
- www.chainetwork.com

continued

CHAI NETWORK

TRUSTEES' REPORT ON THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2021

Review of activities and achievements during the year

As mentioned in the 2019 report the charity suffered a major flood with extensive damage. As a result of a major fundraising drive we were able to rebuild the Mikvah and repair the rest of the damaged areas making it fit once again for operational use to accommodate our various diverse activities and programmes.

With the start of Covid we adapted to the current situation and reached out to all that needed extra support and care, providing meals and food parcels to be delivered to the homes of those most in need, online programmes for all ages to engage and feel part of the community, and any other assistance that was needed, ensuring no one at any time should feel lonely, isolated or abandoned. We continue to accommodate all the individual needs of the community members, by providing an in person option as well as an online option.

The charity had an excess of income over expenditure of £1,912 in the year, as detailed on page 6 of the accounts, including an excess of expenditure over income of £32,689 relating to restricted funds for a Mikvah.

Review of results for the period

Overall the charity has a net surplus of funds of £75,312, as detailed on page 7 of the accounts. Fund-raising campaigns are continuing to generate funds.

Future plans

The trustees plan to continue to increase the charity's current activities and programmes.

Recruitment and appointment of new trustees

The appointment of new trustees is at the discretion of the serving trustees. All decisions made on behalf of the charity are made by the trustees.

Public benefit

The main activities of the charity are described in the Trustees' Report above. All the charitable activities focus on spreading knowledge of the Jewish religion and culture, and are undertaken to further charitable purposes for the public benefit.

The trustees confirm that they have complied with the duty in section 17(5) of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission.

CHAI NETWORK

TRUSTEES' REPORT ON THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2021

Trustees' responsibilities

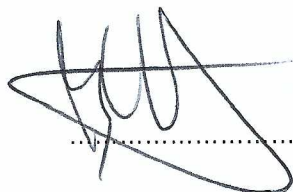
The trustees are required under the Charities Act 2011 to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year (unless the charity is entitled to prepare accounts on the alternative receipts and payments basis).

In preparing financial statements giving a true and fair view, the trustees should follow best practice and:

- (a) select suitable accounting policies and apply them consistently;
- (b) make judgements and estimates that are reasonable and prudent;
- (c) state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements;
- (d) prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees 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 applicable law and regulations. 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.

This report was approved by the trustees on 30-JUNE-2022, and is signed on behalf of them all.



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CHAI NETWORK

Independent examiner's report to the trustees of Chai Network

I report on the accounts of the charity for the year 1 September 2020 to 31st August 2021, which are set out on pages 6 to 11.

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 needed. The charity's gross income does not exceed £250,000 and I am qualified to undertake the examination by being a qualified member of ACCA.

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 Commissioners under section 145 (5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of independent examiners' report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. 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 the seeking of 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 statement below.

Independent examiners' statement

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

- which gives me reasonable cause to believe that, in any material respect, the requirements:
 - (a) to keep accounting records in accordance with section 130 of the 2011 Act; and
 - (b) 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

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



H J Pinczewski and Co Chartered Certified Accountants
Rico House
Unit 6 Lower Ground Floor
George Street
Prestwich
M25 9WS

Date 30 June 2022

CHAI NETWORK

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 AUGUST 2021

	Notes	Year-ended 31-Aug-21 £ Restricted funds	Year-ended 31-Aug-21 £ Unrestricted funds	Year-ended 31-Aug-21 £ Total funds	Period-ended 31-Aug-20 £ Total funds
<u>INCOMING RESOURCES</u>					
Donations and legacies	2	5,000	147,012	152,012	213,770
Charitable activities	3	0	31,107	31,107	34,365
Total income		5,000	178,119	183,119	248,135
<u>RESOURCES EXPENDED</u>					
Costs of charitable activities					
Activities and programmes	4	13,300	69,834	83,134	129,679
General administration	4	0	68,959	68,959	95,815
Bank charges and interest	4	0	0	0	300
Depreciation of fixed assets	4	24,389	4,725	29,114	34,551
Total expenditure		37,689	143,518	181,207	260,345
<u>Reconciliation of funds</u>					
Net income/(expenditure) for the year		(32,689)	34,601	1,912	(12,210)
Net movement in funds					
Total funds brought forward		65,165	8,235	73,400	85,610
Total funds carried forward	7	32,476	42,836	75,312	73,400

The statement of financial activities includes all gains and losses recognised in the period

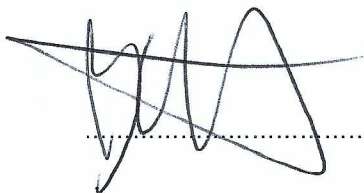
All income and expenditure derive from continuing activities.

CHAI NETWORK

BALANCE SHEET AS AT 31ST AUGUST 2021

	Notes	Year-ended 31-Aug-21 £	Period-ended 31-Aug-20 £
Fixed assets			
Tangible assets	5	99,831	103,747
Investments	6	500	500
		<u>100,331</u>	<u>104,247</u>
Current assets			
Bank		44,170	15,604
Gift Aid receivable		6,813	1,983
Other debtors		4,614	3,774
		<u>55,597</u>	<u>21,361</u>
Creditors: amounts falling due within one year			
PAYE		7,004	4,513
Loans		45,611	47,695
		<u>52,616</u>	<u>52,208</u>
Net current assets / (liabilities)		2,981	(30,847)
Total assets less current liabilities		<u>103,312</u>	<u>73,400</u>
Creditors: due after more than one year			
Bank loan		(28,000)	0
		<u>75,312</u>	<u>73,400</u>
Funds of the charity			
Restricted income funds		32,476	65,165
Unrestricted income funds		42,836	8,235
Total charity funds	7	<u>75,312</u>	<u>73,400</u>

Approved by the trustees on 30-JUNE-2021 and is signed on behalf of them all.



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FOR THE YEAR ENDED 31 AUGUST 2021

CHAI NETWORK

NOTES TO THE ACCOUNTS **FOR THE YEAR ENDED 31 AUGUST 2021**

(1) Accounting policies

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the charity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

1.9 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.11 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

(2) Income from donations and legacies

	2021	2020
	£	£
Donations	152,012	213,770

(3) Income from charitable activities

	2021	2020
	£	£
Educational services	31,107	34,365

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NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2021

(4) Costs of charitable activities	Activities and programmes £	General administration £	Bank charges and interest £	Depreciation of fixed assets £	Total 2021 £	Total 2020 £
Holidays and shabbat	42,345				42,345	55,577
Youth activities & adult education	13,689				13,689	25,371
Women programs	4,365				4,365	7,645
Social and Bikur	9,435				9,435	11,335
Women's Mikvah	13,300				13,300	29,751
Council tax		9,370			9,370	6,746
Insurance		3,586			3,586	6,343
Utilities		7,912			7,912	18,324
Telephone		2,860			2,860	4,356
Maintenance		5,463			5,463	3,385
Wages		32,407			32,407	42,746
Bank charges					0	300
Depreciation of Mikvah				24,389	24,389	34,551
Depreciation of motor vehicles				4,725	4,725	0
Travel and motor expenses		7,361			7,361	13,915
	83,134	68,959	0	29,114	181,207	260,345

(5) Tangible fixed assets for use by the charity

Cost	Building of Mikvah £	Motor Vehicles £	Total £
At 1 September 2020	243,892	0	243,892
Additions	0	25,199	25,199
At 31 August 2021	243,892	25,199	269,091
Depreciation			
At 1 September 2020	140,146	0	140,146
Charge for the period	24,389	4,725	29,114
Disposals	0	0	0
At 31 August 2021	164,535	4,725	169,260
Net book value			
31 August 2021	79,357	20,474	99,831
31 August 2020	103,746	0	103,746

(6) Investments

Cost - other investments

At 1 September 2020 and 31 August 2021

Shares

£

500

(7) Movements in funds

	Balance at 01/09/2020 £	Income £	Gift Aid Allocation £	Funds sent out £	Balance at 31/08/2021 £
Donation purpose					
Building & maintenance of Mikvah - total restricted funds	65,165	5,000	0	(37,689)	32,476
Unrestricted funds	8,235	171,306	6,813	(143,518)	42,836
Total funds	73,400	176,306	6,813	(181,207)	75,312

The purpose of the restricted fund is to build & maintain a Mikvah in the Cheadle area.

(8) Related party and trustee transactions

No trustees, nor any persons connected to them, have received any remuneration or expenses, and there have been no related party transactions.

CHAI NETWORK

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2021

(9) Staff costs

	2021	2020
	£	£
Wages and salaries	32,407	42,776
Social security costs	0	(30)
	<u>32,407</u>	<u>42,746</u>
Average number of full time employees	2	2
There were no employees with emoluments above £60,000.		

(10) Key management personnel compensation

	2021	2020
	£	£
Wages and salaries in total of key personnel	<u>19,080</u>	<u>25,617</u>