

Beis Mordechai
Unaudited Financial Statements
5 April 2022

HAFFNER HOFF LTD

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

Beis Mordechai

Financial Statements

Year ended 5 April 2022

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Beis Mordechai

Trustees' Annual Report

Year ended 5 April 2022

The trustees present their report and the unaudited financial statements of the charity for the year ended 5 April 2022.

Reference and administrative details

Registered charity name Beis Mordechai

Charity registration number 1110211

Principal office 55 Kings Road
Prestwich
Manchester
M25 0LQ

The trustees

E Roitenbarg
Z Klyne (Retired 14 November 2022)
P Heimann
I D Leitner (Appointed 14 November 2022)

Independent examiner Mr Howard Schwalbe ACA
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Beis Mordechai

Trustees' Annual Report *(continued)*

Year ended 5 April 2022

Structure, governance and management

Beis Mordechai is constituted under a deed dated 14 March 2004 as amended on 02 June 2005. It is a registered charity number 1110211.

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 Mr E Roitenbarg 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.

Beis Mordechai

Trustees' Annual Report *(continued)*

Year ended 5 April 2022

Objectives and activities

The objects of the charity are to advance education and religion in accordance with the doctrines and principles of Orthodox Judaism.

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 and rental income. The charity gives out grants in line with the above objects.

Grants paid to institutions during the year are as detailed in the notes to the accounts.

The application of the funds by way of grants to either institutions or individuals.

The charity also operates a synagogue and the running expenses are all borne by the charity. The charity sometimes makes grant payments to institutions and the details can be found in the notes to the accounts.

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 as well as how the Synagogue is maintained. The grants paid out in the year as well as the Synagogue maintenance are detailed in the notes to the accounts and the trustees consider they have met the above 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.

Beis Mordechai

Trustees' Annual Report *(continued)*

Year ended 5 April 2022

Achievements and performance

The charity received £179,927 in donations during the year of which £168,287 was paid out in synagogue expenses, support costs and other fundraising costs.

Grants totalling £30,000 were also paid out during the year as disclosed in the notes to the accounts that are all in line with the objects of the charity.

The charity also received income of £888 under the Government JRS scheme during the Covid pandemic.

The charity also had total rental income receivable during the year amounting to £11,090.

The charity has governance costs comprising professional fees.

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

Fundraising costs incurred during the year are as disclosed in the notes to the accounts.

There were no investments made during the year.

There were no related party transactions in the reporting period.

There was an overall net income and net movement in funds for the year amounting to £23,618.

Financial review

The trustees feel that the activity reflects the increasing profile and standing within the local community. The impact for future year's 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.

The Trustees are satisfied that the balance of the Fund is an acceptable level of reserves given the nature of revenue receipts against grants payable.

In considering the limited financial obligations of the charity, the trustees have resolved to maintain a minimum reserve practical for donations which are seasonal.

The trustees are delighted to have made many valuable contributions to the community as a result of this income and hope to be able to do so for many years to come.

Coronavirus

The charity has not been materially affected by the coronavirus. The charity did avail itself of the JRS scheme to aid cash flow during the pandemic.

The free reserves, represented by the net current assets of the charity stand at £47,513 all of which are unrestricted.

Beis Mordechai

Trustees' Annual Report *(continued)*

Year ended 5 April 2022

The trustees' annual report was approved on 22 January 2023 and signed on behalf of the board of trustees by:

E Roitenbarg
Trustee

Beis Mordechai

Independent Examiner's Report to the Trustees of Beis Mordechai

Year ended 5 April 2022

I report to the trustees on my examination of the financial statements of Beis Mordechai ('the charity') for the year ended 5 April 2022.

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

22 January 2023

Beis Mordechai

Statement of Financial Activities

Year ended 5 April 2022

		2022		2021
		Unrestricted	Total funds	Total funds
	Note	funds	£	£
		£	£	£
Income and endowments				
Donations and legacies	4	180,815	180,815	218,203
Other income	5	11,090	11,090	10,740
Total income		<u>191,905</u>	<u>191,905</u>	<u>228,943</u>
Expenditure				
Expenditure on raising funds:				
Costs of other trading activities	6	12,040	12,040	12,044
Expenditure on charitable activities	7,8	156,247	156,247	165,323
Total expenditure		<u>168,287</u>	<u>168,287</u>	<u>177,367</u>
Net income and net movement in funds		<u>23,618</u>	<u>23,618</u>	<u>51,576</u>
Reconciliation of funds				
Total funds brought forward		693,411	693,411	641,835
Total funds carried forward		<u>717,029</u>	<u>717,029</u>	<u>693,411</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 9 to 16 form part of these financial statements.

Beis Mordechai

Statement of Financial Position

5 April 2022

	Note	2022 £	£	2021 £
Fixed assets				
Tangible fixed assets	15		869,966	848,293
Current assets				
Cash at bank and in hand		58,327		62,675
Creditors: amounts falling due within one year	16	<u>10,814</u>		<u>9,346</u>
Net current assets			<u>47,513</u>	<u>53,329</u>
Total assets less current liabilities			917,479	901,622
Creditors: amounts falling due after more than one year	17		<u>200,450</u>	<u>208,211</u>
Net assets			<u>717,029</u>	<u>693,411</u>
Funds of the charity				
Unrestricted funds			<u>717,029</u>	<u>693,411</u>
Total charity funds	18		<u>717,029</u>	<u>693,411</u>

These financial statements were approved by the board of trustees and authorised for issue on 22 January 2023, and are signed on behalf of the board by:

E Roitenbarg
Trustee

The notes on pages 9 to 16 form part of these financial statements.

Beis Mordechai

Notes to the Financial Statements

Year ended 5 April 2022

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 55 Kings Road, Prestwich, Manchester, M25 0LQ.

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.

Fair value

Debtors and creditors are fairly stated.

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.

Beis Mordechai

Notes to the Financial Statements *(continued)*

Year ended 5 April 2022

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.

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:

Fixtures & fittings	- 15% straight line
Motor Vehicles	- 25% straight line

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.

Beis Mordechai

Notes to the Financial Statements *(continued)*

Year ended 5 April 2022

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 £	Restricted Funds £	Total Funds 2022 £
Donations			
Donations	179,927	–	179,927
Grants			
CST	–	–	–
JRS Grants	888	–	888
	<u>180,815</u>	<u>–</u>	<u>180,815</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations			
Donations	181,562	–	181,562
Grants			
CST	–	2,607	2,607
JRS Grants	34,034	–	34,034
	<u>215,596</u>	<u>2,607</u>	<u>218,203</u>

Beis Mordechai

Notes to the Financial Statements *(continued)*

Year ended 5 April 2022

5. Other income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Rent receivable	<u>11,090</u>	<u>11,090</u>	<u>10,740</u>	<u>10,740</u>

6. Costs of other trading activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Fundraising costs	<u>12,040</u>	<u>12,040</u>	<u>12,044</u>	<u>12,044</u>

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Synagogue expenses	167,812	—	167,812
Support costs	(11,565)	—	(11,565)
	<u>156,247</u>	<u>—</u>	<u>156,247</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Synagogue expenses	135,565	2,607	138,172
Support costs	27,151	—	27,151
	<u>162,716</u>	<u>2,607</u>	<u>165,323</u>

8. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	Total funds 2022 £	Total fund 2021 £
Synagogue expenses	137,812	30,000	(13,768)	154,044	163,643
Governance costs	—	—	2,203	2,203	1,680
	<u>137,812</u>	<u>30,000</u>	<u>(11,565)</u>	<u>156,247</u>	<u>165,323</u>

Beis Mordechai

Notes to the Financial Statements *(continued)*

Year ended 5 April 2022

9. Analysis of support costs

	Analysis of support costs £	Total 2022 £	Total 2021 £
Premises	(22,539)	(22,539)	–
General office	245	245	16,728
Finance costs	8,526	8,526	8,743
Governance costs	2,203	2,203	1,680
	<u>11,565</u>	<u>11,565</u>	<u>27,151</u>

10. Analysis of grants

	2022 £	2021 £
Grants to institutions		
B'derech kovod	10,000	–
Bikur Cholim & Gemiluth Chesed Trust	14,500	–
Keren Tzvi	–	2,000
Min Hameitzar	5,000	–
T T T	–	52,500
Grants under £1,000	500	–
	<u>30,000</u>	<u>54,500</u>
Total grants	<u>30,000</u>	<u>54,500</u>

11. Net income

Net income is stated after charging/(crediting):

	2022 £	2021 £
Depreciation of tangible fixed assets	(21,673)	<u>13,069</u>

12. Independent examination fees

	2022 £	2021 £
Fees payable to the independent examiner for: Independent examination of the financial statements	1,560	<u>1,440</u>

13. Staff costs

The average head count of employees during the year was 17 (2021: 12). The average number of full-time equivalent employees during the year is analysed as follows:

	2022 No.	2021 No.
Other staff	<u>17</u>	<u>12</u>

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

Beis Mordechai

Notes to the Financial Statements (continued)

Year ended 5 April 2022

14. Trustee remuneration and expenses

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

15. Tangible fixed assets

	Land and buildings £	Fixtures and fittings £	Motor vehicles £	Sefer Torah £	Total £
Cost					
At 6 April 2021 and 5 April 2022	<u>840,317</u>	<u>85,200</u>	<u>5,315</u>	<u>29,649</u>	<u>960,481</u>
Depreciation					
At 6 April 2021	–	107,739	4,449	–	112,188
Charge for the year	–	(22,539)	866	–	(21,673)
At 5 April 2022	<u>–</u>	<u>85,200</u>	<u>5,315</u>	<u>–</u>	<u>90,515</u>
Carrying amount					
At 5 April 2022	<u>840,317</u>	<u>–</u>	<u>–</u>	<u>29,649</u>	<u>869,966</u>
At 5 April 2021	<u>840,317</u>	<u>(22,539)</u>	<u>866</u>	<u>29,649</u>	<u>848,293</u>

16. Creditors: amounts falling due within one year

	2022 £	2021 £
Bank loans and overdrafts	7,814	7,868
Accruals and deferred income	3,000	1,440
Other creditors	–	38
	<u>10,814</u>	<u>9,346</u>

The bank loan is secured on the land and buildings of the charity.

17. Creditors: amounts falling due after more than one year

	2022 £	2021 £
Bank loans and overdrafts	<u>200,450</u>	<u>208,211</u>

The bank loan is secured on the land and buildings of the charity.

Beis Mordechai

Notes to the Financial Statements *(continued)*

Year ended 5 April 2022

18. Analysis of charitable funds

Unrestricted funds

	At 06 Apr 2021 £	Income £	Expenditure £	At 05 Apr 2022 £
General funds	<u>693,411</u>	<u>191,905</u>	<u>(168,287)</u>	<u>717,029</u>
	At 06 Apr 2020 £	Income £	Expenditure £	At 05 Apr 2021 £
General funds	<u>641,835</u>	<u>226,336</u>	<u>(174,760)</u>	<u>693,411</u>

19. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2022 £
Tangible fixed assets	869,966	869,966
Current assets	58,327	58,327
Creditors less than 1 year	(10,814)	(10,814)
Creditors greater than 1 year	(200,450)	(200,450)
Net assets	<u>717,029</u>	<u>717,029</u>
	Unrestricted Funds £	Total Funds 2021 £
Tangible fixed assets	848,293	848,293
Current assets	62,675	62,675
Creditors less than 1 year	(9,346)	(9,346)
Creditors greater than 1 year	(208,211)	(208,211)
Net assets	<u>693,411</u>	<u>693,411</u>

20. Taxation

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