

COMPANY REGISTRATION NUMBER 05842863

BRIGHTON & HOVE HEBREW CONGREGATION

COMPANY LIMITED BY GUARANTEE

REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2021

Charity Number 1115092

AUDITORS
UHY Hacker Young (S.E.) Limited
Registered Auditor
Chartered Accountants
168 Church Road, Hove
East Sussex. BN3 2DL.

BRIGHTON & HOVE HEBREW CONGREGATION
COMPANY LIMITED BY GUARANTEE

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FOR THE YEAR ENDED 31 DECEMBER 2021

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BRIGHTON & HOVE HEBREW CONGREGATION
COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT
YEAR ENDED 31 DECEMBER 2021

The trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and financial statements of the charity for the year ended 31 December 2021.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity name	Brighton & Hove Hebrew Congregation:
Charity registration number	1115092
Company registration number	05842863
Registered office	29 – 31 New Church Road Hove East Sussex BN3 4AD
Secretary	JL Rose
Auditors	UHY Hacker Young (S.E.) Limited 168 Church Road Hove BN3 2DL
Bankers	Lloyds TSB Plc 74-78 Church Road Hove BN3 2EE

THE TRUSTEES:

The trustees who served the charity during the period were as follows:

H R Abb
D L Bass
T Bass
R Bloch
A Caplin
J Conway
S K R Conway
L Davidson
A A Rose (resigned 15 May 2022)
J L Rose
D G Seidel
B Tobin (appointed 21 February 2021)

BRIGHTON & HOVE HEBREW CONGREGATION
COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT (CONTINUED)
YEAR ENDED 31 DECEMBER 2021

Governing Document

The Congregation is an incorporated company limited by guarantee. The Congregation's governing document is its Memorandum and Articles of Association.

Organisational Structure

The affairs of the Congregation are managed by the Board of Directors, the members of which are members of the Congregation.

The day to day management of the Congregation is carried out by the Board of Directors. Currently, the Congregation has six individuals who are pursuant to a contract of employment who carry out its various activities supported by non-paid volunteers. The Congregation's Rabbi is responsible for all matters falling within the scope of Halachah, Jewish Law in the Orthodox tradition. During the reporting period, the Congregation has employed a full time Minister, Rabbi Hershel Rader.

Establishment and Purpose of The Funeral Expense Scheme (FES)

The FES is a financial insurance scheme, run by BHHC, available to Members to assist in the advance payment of funeral costs in accordance with these rules. It is not established for the management, maintenance and/or operation of any cemetery maintained by the Congregation.

Appointment and Induction of the Board of Directors

The Board of Directors comprises a minimum of 5 and a maximum of 12 Directors

The Honorary Officer and the Warden are members of the Board of Directors are members of the Congregation in good standing and are nominated and elected to their positions by the Board of Directors.

The Directors serve two year terms. All retiring members of the Board are eligible for re-election.

The Board meets formally as required throughout the year in person and by email and electronically.

The Directors of the Board who have served at any time throughout the financial year are shown on page 1.

New members of the Board of Directors undergo an induction to clarify their legal obligations under charity law, the content of the Constitution, the current financial state of the Congregation, the most recent strategic plans, the delegation and decision making process.

Internal training is offered to the Board as necessary.

Risk Management

The Board has identified the major risks the Congregation faces and have reviewed and evaluated these. Systems are in place to manage and mitigate these risks. These include clear lines of delegation of authority from the Board to the administrative staff and for reporting results in turn to the Board. Annual budgets are approved by the Board and results reported during the course of the year. Where possible, there is a division of responsibility within the administrative team. Substantial financial and health and safety policies are in place. Where practicable, appropriate insurance cover is taken out.

BRIGHTON & HOVE HEBREW CONGREGATION
COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT (CONTINUED)
YEAR ENDED 31 DECEMBER 2021

Objectives and Activities

The objectives of the charity are the continuance, support and maintenance of the synagogues at New Church Road and Middle Street and the maintenance and preservation of Bear Road and Florence Place cemeteries. The objectives of the Board are achieved by the provision of religious and educational and other related activities including:

- religious services held weekly and on all Jewish festivals and holy days,
- religion school on Sundays,
- educational and social programmes throughout the year.

Public Benefit

The Board has complied with their duty to have due regard to the charity commission's guidance on public benefit.

Financial Review

For the year ended 31st December 2021, the company had total incoming resources on unrestricted funds excluding transfers between funds of £197,097, an increase of 82.9% over the previous year. As in the previous year, one of the major components of this total was voluntary income from membership fees, some 3.5% lower than last year at £58,215. The total continues to benefit from Gift Aid which was £13,329 this year.

Total resources expended excluding transfers amounted to £194,697, an increase of 3.8% from the previous year. The main expenditure items during the year were broadly in line with 2020, although there were some specific expenditure costs relating to the temporary premises utilised during the period of the redevelopment of the BHHC site at New Church Road. The Board continues to strive to minimise expenses.

At 31st December 2021, net assets amounted to £5,422,216 (2020 £3,053,532) of which unrestricted funds amounted to £7,025 (2020 £1,385). The composition of the restricted fund is shown in note 16 and the designated fund is shown in note 19.

Principal Funding and Expenditure

The Congregation's principal sources of funding are membership dues, donations and burial fees. Expenditure on main objects is primarily on the operation and maintenance of the Congregation's main place of worship in Hove and all activities undertaken at that site, together with the maintenance and operation of the Congregation's cemeteries. There is additional specific expenditure this year on the redevelopment of New Church Road.

Fixed Assets

Details of changes in fixed assets are given in note 12 to the financial statements.

Cemetery Fund

The Cemetery Fund is a designated fund of the Congregation. An agreement was completed in 2004 to extend the cemetery off Meadowview. The agreement was for a term of 100 years from 29 September 2006 with a further option for 100 years from 29 September 2106 for £nil consideration. Under the agreement the congregation paid the overall sum of £165,500 to Brighton and Hove Council in February 2007 for the estimated cost of land development and other services. This is shown in the accounts at 31 December 2021 within Fixed Assets

BRIGHTON & HOVE HEBREW CONGREGATION
COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT (CONTINUED)
YEAR ENDED 31 DECEMBER 2021

Restoration of Middle Street Synagogue

Water damage was caused to the Middle Street Synagogue on or about 9 December 2020 owing to a pipe join bursting. The damage has been the subject of an insurance claim and repairs were to begin in November 2022.

Reserves

It is the policy of the Board to seek to maintain funds which are the reserves of the Congregation at a level sufficient to cover management, administration and support costs, subject to constraints arising from the diminishing financial and other resources available.

Investments Policy and Objectives

The present investment policy is to retain the congregation's investments within cash deposits or with National savings given the requirement to draw down funds to meet the shortfall of income to cover expenditure. Until additional capital becomes available, the finance committee cannot consider investments or an investment policy for the medium to long term (beyond a 5 year period).

Members

At 31 December 2021 the Congregation had 198 members (2020: 204 members).

Funding Sources

Membership dues and individual donations are the primary source of funding of the Congregation's activities.

Future Plans

The major concerns for the future are the ongoing ageing in membership and consequently static or reducing income from subscriptions. The Board have actively pursued discussions with developers and other interested parties as to the possible re-development of the New Church Road site.

In January 2020 the Congregation vacated the New Church Road site to enable the re-development to proceed. Since that time, the buildings previously on site have been demolished and construction of the new facility is underway. Subject to snagging, construction was completed in early March 2023. During construction, the Congregation's operations have relocated to 101 Pembroke Crescent, Hove for the rabbi's residence, meeting rooms and the Congregation's administrative offices whilst Shabbat services were held in the Magrill Lounge at Ralli Hall until the Congregation was able to return to New Church Road. It is hoped and expected the new and modern facilities will attract an increase in membership and an increase in membership recruitment activities.

During the previous years, the Congregation adapted and adhered to the various Coronavirus restrictions. When religious services could once again be held, these were held at Ralli Hall for Shabbat and the High Holy Days. To observe the various rules, social distancing required services to be held in the Great Hall as well as initiating track and trace procedures for all attendees. The Congregation also observes all restrictions regarding funerals (especially where the cause of death is given as Coronavirus) and stone settings. Once restrictions were lifted, the Congregation began to undertake various initiatives to welcome existing members back to services and welcome potential new members who could see the benefit of the Congregation's redevelopment strategy. These initiatives continued with the Congregation's return to the New Church Road site and have met with success.

BRIGHTON & HOVE HEBREW CONGREGATION
COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT (CONTINUED)
YEAR ENDED 31 DECEMBER 2021

Both during and after the pandemic, the Congregation undertook various educational initiatives which were not limited to rabbinic sermons. These included shiurim and other lessons as well as the educational content contained in the Congregation's semi-annual *Shofar Magazine*. Subjects included Jewish law, rabbinic interpretation and local history. For these efforts, the Congregation was named Best Religious Education Charity – South-East England at the Acquisition International Non-Profit Organisation Awards 2023.

The number of volunteers has remained constant, however more people are always sought to help the Congregation as needed. The Board will continue to take all appropriate steps to provide for better facilities and to protect the assets of the Congregation.

Responsibility of the trustees

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for that period.

In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

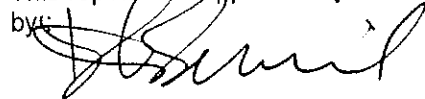
In so far as the trustees are aware:

- there is no relevant audit information of which the charity's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Auditors

UHY Hacker Young (S.E.) Limited have signified their willingness to continue in office.

This report was approved by order of the Trustees on 9 June 2023 and signed on behalf of the board by:



D G Seidel
Trustee

BRIGHTON & HOVE HEBREW CONGREGATION

COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BRIGHTON & HOVE HEBREW CONGREGATION

YEAR ENDED 31 DECEMBER 2021

Opinion

We have audited the financial statements of Brighton & Hove Hebrew Congregation for the year ended 31 December 2021 which comprise the statement of financial activities, balance sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and the Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2021, and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustee's use of the going concern basis of accounting in the preparation of the financial statement is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the entity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

BRIGHTON & HOVE HEBREW CONGREGATION

COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BRIGHTON & HOVE HEBREW CONGREGATION

YEAR ENDED 31 DECEMBER 2021

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

BRIGHTON & HOVE HEBREW CONGREGATION

COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BRIGHTON & HOVE HEBREW CONGREGATION

YEAR ENDED 31 DECEMBER 2021

Based on our understanding of the company and the industry in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to the acts by the company, which were contrary to applicable laws and regulations including fraud, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to inflated revenue and surplus on unrestricted funds.

Audit procedures performed included: review of the financial statement disclosures to underlying supporting documentation, review of correspondence with legal advisors, enquiries of management and review of internal audit reports in so far as they related to the financial statements, and testing of journals and evaluating whether there was evidence of bias by the Trustees that represented a risk of material misstatement due to fraud. There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

BRIGHTON & HOVE HEBREW CONGREGATION

COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BRIGHTON & HOVE HEBREW CONGREGATION

YEAR ENDED 31 DECEMBER 2021

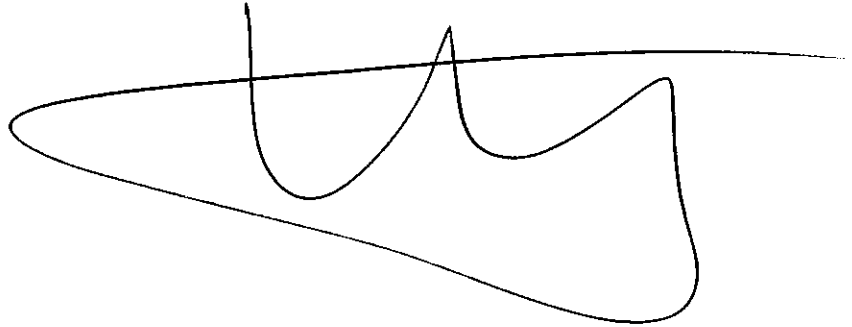
Use of our report

The report is made solely to the company's members, as a body, in accordance with chapter 3 of part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

C J Kyffin-Walton FCCA
Senior Statutory Auditor

For and on behalf of
UHY Hacker Young (S.E.) Limited
Chartered Accountant & statutory auditor
168 Church Road
Hove
BN3 2DL

9 June 2023

A large, stylized handwritten signature in black ink, likely belonging to C J Kyffin-Walton, the Senior Statutory Auditor. The signature is written in a cursive, flowing style with several loops and a long horizontal stroke extending to the right.

BRIGHTON & HOVE HEBREW CONGREGATION
COMPANY LIMITED BY GUARANTEE
STATEMENT OF FINANCIAL ACTIVITIES (INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2021)

	2021				2020					
Notes	Unrestricted Funds	Designated Funds (Note 19)	Permanent Endowed Funds (Note 18)	Restricted Funds (Note 17)	Total Funds 2021	Unrestricted Funds	Designated Funds (Note 19)	Permanent Endowed Funds (Note 18)	Restricted Funds (Note 17)	Total Funds 2020
	£	£	£	£	£	£	£	£	£	£
INCOME & EXPENDITURE										
INCOMING RESOURCES										
Incoming resources from generating funds										
Donations and legacies	80,821	-	-	11,658	92,479	12,757	-	-	15,391	28,148
Investment income	134	-	-	-	134	946	-	-	889	1,815
Incoming resources from charitable activities	116,142	142,929	-	13,761	272,832	94,040	82,138	-	15,469	171,645
Funding redevelopment at New Church Road	-	-	-	2,329,010	2,329,010	-	-	-	2,653,602	2,653,602
Total incoming resources	197,087	142,929	-	2,354,429	2,694,455	107,743	82,136	-	2,685,331	2,855,210
RESOURCES EXPENDED										
Charitable activities	70,323	56,139	-	29,859	156,321	67,395	28,417	-	28,251	124,063
Other costs	124,324	37,533	-	7,493	169,450	120,054	29,011	-	8,535	157,500
Total resources expended	194,647	93,772	-	37,352	325,771	187,449	57,428	-	36,786	281,663
NET INCOMING / (OUTGOING) RESOURCES BEFORE TRANSFERS	2,450	49,157	-	2,317,077	2,368,684	(79,706)	4,708	-	2,648,545	2,573,547
TRANSFERS										
Net transfers between funds	3,190	(4,800)	-	1,610	-	8,904	(4,800)	-	(4,104)	-
NET MOVEMENT IN FUNDS	5,640	44,357	-	2,318,687	2,368,684	(70,802)	(92)	-	2,644,441	2,573,547
RECONCILIATION OF FUNDS										
Total funds brought forward	1,385	183,689	118	2,868,340	3,053,532	72,187	183,781	118	223,899	478,885
TOTAL FUNDS CARRIED FORWARD	7,025	228,046	118	5,187,027	5,422,216	1,385	183,689	118	2,868,340	3,053,532

There were no recognised gains or losses for the year ended 31 December 2021 other than those in the statement of financial activities. All amounts relate to continuing operations.

The accompanying notes are an integral part of these financial statements.

BRIGHTON & HOVE HEBREW CONGREGATION
COMPANY LIMITED BY GUARANTEE

BALANCE SHEET
AS AT 31 DECEMBER 2021

Notes	2021				2020					
	Unrestricted Funds	Designated Funds (Note 19)	Permanent Endowed Funds (Note 18)	Restricted Funds (Note 17)	Total Funds 2021	Unrestricted Funds	Designated Funds (Note 19)	Permanent Endowed Funds (Note 18)	Restricted Funds (Note 17)	Total Funds 2020
	£	£	£	£	£	£	£	£	£	£
FIXED ASSETS										
12	-	152,874	-	5,005,394	5,158,268	-	153,702	-	2,853,502	2,807,304
13	-	-	-	20,000	20,000	-	-	-	20,000	20,000
	-	152,874	-	5,025,394	5,178,268	-	153,702	-	2,873,502	2,827,304
CURRENT ASSETS										
14	587,840	-	-	-	587,840	72,514	-	-	-	72,514
	78,721	75,172	118	161,633	316,644	18,161	28,987	118	214,562	260,828
	667,561	75,172	118	161,633	904,484	88,675	28,987	118	214,562	333,342
LIABILITIES										
15	(518,036)	-	-	-	(518,036)	(87,290)	-	-	(19,824)	(107,114)
	49,525	75,172	118	161,633	286,448	1,385	28,987	118	194,738	226,228
TOTAL ASSETS LESS CURRENT LIABILITIES										
	49,525	228,046	118	5,187,027	5,464,716	1,385	183,689	118	2,868,340	3,053,532
16	(42,500)	-	-	-	(42,500)	-	-	-	-	-
	7,025	228,046	118	5,187,027	5,422,216	1,385	183,689	118	2,868,340	3,053,532
FUNDS										
17	-	-	-	5,187,027	5,187,027	-	-	-	2,868,340	2,868,340
18	-	-	118	-	118	-	-	118	-	118
19	-	228,046	-	-	228,046	-	183,689	-	-	183,689
	7,025	-	-	-	7,025	1,385	-	-	-	1,385
	7,025	228,046	118	5,187,027	5,422,216	1,385	183,689	118	2,868,340	3,053,532

Approved by the members of the committee on 9 June 2022 and signed on its behalf by

D G Seider
Trustee

The accompanying notes are an integral part of these financial statements.

Company Registration Number 05842863

Charity Number 1115092

**BRIGHTON & HOVE HEBREW CONGREGATION
COMPANY LIMITED BY GUARANTEE**

**CASH FLOW STATEMENT
AS AT 31 DECEMBER 2021**

	2021				2020				Total Funds 2020
	Unrestricted Funds	Designated Funds (Note 19)	Permanent Funds (Note 18)	Restricted Funds (Note 17)	Total Funds 2021	Unrestricted Funds	Designated Funds (Note 19)	Permanent Funds (Note 18)	Restricted Funds (Note 17)
	£	£	£	£	£	£	£	£	£
CASH FLOWS FROM OPERATING ACTIVITIES									
Net income / (expenditure)	5,640	44,357	-	2,318,687	2,368,684	(70,802)	(92)	-	2,644,441
Adjustment for :									
Depreciation of tangible fixed assets	-	828	-	-	828	6,708	828	-	3,801
Changes in :									
Trade and other debtors	(515,326)	-	-	-	(515,326)	(22,459)	-	-	-
Trade and other creditors	523,246	-	-	(19,824)	503,422	35,433	-	-	18,824
Cash generated from operations /									
Net cash from operating activities	13,560	45,185	-	2,298,863	2,357,608	(51,120)	736	-	2,668,066
CASH FLOWS FROM INVESTING ACTIVITIES									
Freehold redevelopment New Church Road	-	-	-	(2,351,792)	(2,351,792)	-	-	-	(2,653,602)
Net cash used in investing activities	-	-	-	(2,351,792)	(2,351,792)	-	-	-	(2,653,602)
CASH FLOW FROM FINANCING ACTIVITIES									
Proceeds from borrowings	50,000	-	-	-	50,000	-	-	-	-
Net cash from financing activities	50,000	-	-	-	50,000	-	-	-	-
Net increase in cash and cash equivalents	63,560	45,185	-	(52,929)	55,816	(51,120)	736	-	14,464
Cash and cash equivalents at beginning of year	16,161	29,987	118	214,582	280,828	67,281	29,251	118	200,098
Cash and cash equivalents at end of year	79,721	75,172	118	161,653	316,644	16,161	29,987	118	214,562

**BRIGHTON & HOVE HEBREW CONGREGATION
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

1	BASIS OF PREPARATION
1.1	<p>Basis of accounting The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements are prepared in Sterling which is the functional currency of the entity.</p> <p>The accounts have been prepared in accordance with the Statement of Recommended Practice : Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) second edition effective January 2019 and with the Charities Act 2011.</p> <p>General information The company is a private company limited by guarantee, registered in England and Wales. The address of the registered office and principal place of the charitable activities is 29-31 New Church Road, Hove, East Sussex. BN3 4AD. Detail of the charity's operations and principal activities are referred to in the trustees report. The charity is a public benefit entity.</p>
2	ACCOUNTING POLICIES
2.1	<p>Judgements and key sources of estimation uncertainty The preparation of the financial statements requires Trustees to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.</p>
2.2	<p>Going concern No material uncertainties that may cast significant doubt about the ability of the company to continue as a going concern have been identified by the trustees.</p>
2.3	<p>Incoming resources Donations and other voluntary income are accounted for as received by the charity. The income from fund raising ventures is shown gross, with the associated costs included in fund raising costs.</p> <p>Income from subscriptions and funerals is included on the basis of those due for the current year after making full allowance for any amounts not collectable.</p> <p>An estimate of income tax recoverable has been included to the extent that it arises on gift aided subscription income received for the year.</p> <p>Government grants (towards payments) are accounted for as received by the charity.</p>
2.4	<p>Resources expended Resources expended have been split between those based on charitable activities and governance costs. Costs of charitable activities comprises those costs relating to rabbinical services, funerals and direct charitable activities. Governance costs relates to all expenditure not directly related to charitable activities and fund raising ventures. Where costs include a direct charitable element together with an element of management or administration, such costs have been apportioned between the cost centres based on staff time, staff salaries or space occupied as applicable.</p>
2.5	<p>Financial Instruments Financial instruments are classified and accounted for, according to the substance of the contractual arrangement as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.</p>
2.6	<p>Defined contribution plans The pension costs charged in the financial statements represent the contribution payable by the company for the year.</p>
2.7	<p>Fixed Assets All fixed assets are initially recorded at cost and are capitalised when the cost is above £100. Impairment reviews are carried out on material assets on a regular basis.</p>

BRIGHTON & HOVE HEBREW CONGREGATION
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

2 ACCOUNTING POLICIES (CONTINUED)

2.8 Depreciation of tangible fixed assets

Provision is made for depreciation on tangible assets at rates calculated to write-off the cost or valuation of each asset over its expected useful life as follows:

Office equipment	20% per annum on cost
Computer equipment	33.33% per annum on cost
Freehold improvements	10% per annum on cost
Leasehold land	Straight line over the period of the lease

2.9 Freehold Property and Religious Appurtenances

The congregation owns freehold properties, which are defined as heritage assets, at 66 Middle Street and at 29/31 New Church Road, along with Meadowview Cemetery grounds, associated buildings and Florence Place Cemetery grounds. These assets were acquired in past accounting periods and not capitalised. As it is difficult to attribute a cost or value to them, reliable cost information is not available and conventional valuation approaches lack sufficient reliability, these assets are shown within the accounts at £nil. The redevelopment costs at New Church Road are shown at cost. Depreciation will be provided once the redevelopment is fully completed and generating income.

2.11 Restricted or Permanent Endowed funds

Donations, bequests or incoming resources which the donor has earmarked for a specific purpose are treated as restricted or permanent endowed funds as applicable

2.12 Designated funds

Funds which, at the discretion of the board, have been set aside for specific purposes which would otherwise form part of the general reserves, are treated as designated funds.

2.13 Unrestricted funds

Funds which are expenditure at the discretion of the board in the furtherance of the charitable objectives are treated as unrestricted funds.

3 DONATIONS AND LEGACIES

	2021				2020			
	Unrestricted Funds	Designated Funds	Restricted Funds	Total Funds	Unrestricted Funds	Designated Funds	Restricted Funds	Total Funds
	£	£	£	£	£	£	£	£
Donations								
Donations (unrestricted)	5,421	-	-	5,421	1,623	-	-	1,623
Donations - The Bloom Foundation	75,400	-	-	75,400	11,134	-	-	11,134
Charitable funds*	-	-	7,890	7,890	-	-	9,517	9,517
Shabbos Parcel fund	-	-	3,469	3,469	-	-	4,788	4,788
Printer fund	-	-	299	299	-	-	-	-
New Ark fund	-	-	-	-	-	-	295	295
Building and	-	-	-	-	-	-	-	-
Maintenance funds	-	-	-	-	-	-	791	791
(Middle Street)	-	-	-	-	-	-	-	-
	80,821	-	11,658	92,479	12,757	-	15,391	28,148

* Charitable funds represent amounts collected which have to be paid over to other charities or were donated for a specific purpose.

**BRIGHTON & HOVE HEBREW CONGREGATION
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

4 INVESTMENT INCOME

	2021		2020	
	Unrestricted Funds	Designated Funds	Restricted Funds	Total Funds
	£	£	£	£
Interest on deposits	134	-	-	134
	134	-	-	134

5 INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	2021		2020	
	Unrestricted Funds	Designated Funds	Restricted Funds	Total Funds
	£	£	£	£
Subscriptions (net)	58,215	-	-	58,215
Income tax recoverable	13,329	-	-	13,329
Government grants (furlough)	3,039	-	-	3,039
Funerals and tombstones	37,800	142,929	-	180,729
Funeral expenses scheme	-	-	13,761	13,761
Shofar income	1,175	-	-	1,175
Functions and other income	2,584	-	-	2,584
	118,142	142,929	13,761	272,832

The unrestricted fund funeral income of £37,800 is commutation fees. These are allocated to the unrestricted funds when agreed by the Board, being the difference between the cost of non BHHHC members funerals over the current level charged to non funeral expenses scheme members of the congregation.

6 COSTS OF CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	2021		2020	
	Unrestricted Funds	Designated Funds	Restricted Funds	Total Funds
	£	£	£	£
Rabbinic salaries and expenses (including travel and motor)	60,184	-	-	60,184
Charitable donations	-	200	-	200
Education	13	-	-	13
Funerals and tombstones	-	55,939	-	55,939
Funeral expenses scheme	-	-	18,500	18,500
Functions costs	3,349	-	-	3,349
Shabbos parcels	-	-	3,469	3,469
New Ark	-	-	-	-
Hall hire	5,275	-	-	5,275
Books and religious items	103	-	-	103
Kiddush and kitchen	1,399	-	-	1,399
	70,323	56,139	28,859	156,321

**BRIGHTON & HOVE HEBREW CONGREGATION
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

7 OTHER COSTS

	2021				2020			
	Unrestricted Funds	Designated Funds	Restricted Funds	Total Funds	Unrestricted Funds	Designated Funds	Restricted Funds	Total Funds
	£	£	£	£	£	£	£	£
Caretakers' salaries	13,871	-	-	13,871	14,460	-	-	14,460
Lighting and heating	3,060	2,239	706	6,005	5,506	1,310	410	7,226
Rent of temporary offices	36,000	-	-	36,000	30,000	-	-	30,000
Other temporary premises costs	-	-	-	-	4,852	-	-	4,852
Rates and water	672	-	1,057	1,729	2,583	1,303	439	4,325
Repairs and maintenance	270	22,845	4,949	28,064	769	16,222	2,781	19,772
Depreciation	-	828	-	828	6,708	828	3,801	11,337
Administration salaries	28,292	9,231	-	37,523	23,105	8,936	-	32,041
Pension contributions	1,517	-	-	1,517	1,497	-	-	1,497
Postage, printing and stationery	3,853	-	-	3,853	3,529	-	-	3,529
Computer costs	285	-	-	285	583	-	-	583
Insurances	7,863	-	-	7,863	6,801	-	-	6,801
Telephone	4,319	-	781	5,100	3,889	-	1,007	4,896
Bank charges	633	-	-	633	1,158	-	-	1,158
Audit	6,450	-	-	6,450	5,932	-	-	5,932
Accountancy	4,896	-	-	4,896	5,373	-	-	5,373
Consultancy and other professional charges	11,544	-	-	11,544	396	-	-	396
Cleaning	49	2,490	-	2,539	1,318	290	97	1,705
Other items	750	-	-	750	1,595	122	-	1,717
	124,324	37,633	7,493	169,450	120,064	29,011	8,535	157,600

**8 NET INCOMING RESOURCES
FOR THE YEAR**

This is stated after charging:

Depreciation	
Auditors' remuneration	audit
	accountancy

9 FUND TRANSFERS

Transfers of £4,800 (2020 £4,800) and £4,104 (2020 £4,104) have been made from designated funds and restricted funds respectively to unrestricted funds, relating to charges for the administration of the cemetery and its operations and the funeral expenses scheme. Additionally, a transfer of £5,714 (2020 £nil) was made from unrestricted funds to restricted funds to clear the deficit on the Middle Street building and maintenance fund.

	2021	2020
	£	£
Depreciation	828	11,337
Auditors' remuneration	6,450	5,932
	4,896	5,373

**BRIGHTON & HOVE HEBREW CONGREGATION
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

10 REMUNERATION

Wages and salaries
Social security costs
Pension costs

	2021 £	2020 £
	98,121	93,221
	1,867	1,611
	1,517	1,497
	<u>101,505</u>	<u>96,329</u>

The average number of employees during the year was as follows:

	2021 No	2020 No
	<u>7</u>	<u>7</u>

11 TRUSTEES' REMUNERATION

No employee earned £60,000 per annum or more.

No remuneration, benefits or expenses were paid to trustees during the year ended 31 December 2021.

12 TANGIBLE FIXED ASSETS

Cost or valuation:
Balance brought forward
1 January 2021

Additions

At 31 December 2021

Depreciation:
Balance brought forward
1 January 2021

Charge for year

At 31 December 2021

Net book value at
31 December 2021

Net book value at
31 December 2020

	Office equipment £	Freehold redevelopment New Church Road £	Freehold improvements £	Leasehold land £	Total £
	38,881	2,653,602	109,751	165,500	2,967,734
	-	2,351,792	-	-	2,351,792
	<u>38,881</u>	<u>5,005,394</u>	<u>109,751</u>	<u>165,500</u>	<u>5,319,526</u>
	38,881	-	109,751	11,798	160,430
	-	-	-	828	828
	<u>38,881</u>	<u>-</u>	<u>109,751</u>	<u>12,626</u>	<u>161,258</u>
	-	5,005,394	-	152,874	5,158,268
	-	2,653,602	-	153,702	2,807,304

**BRIGHTON & HOVE HEBREW CONGREGATION
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

13 INVESTMENTS

Total Funds	Total Funds
2021	2020
£	£
20,000	20,000
20,000	20,000

National Savings Bonds (at market value)

National Savings Bonds (at cost)

14 DEBTORS

2021	2020
£	£
26,477	27,741
561,363	44,773
587,840	72,514

These amounts are all due within one year

15 CREDITORS-AMOUNTS FALLING DUE WITHIN ONE YEAR

2021	2020
£	£
7,600	-
595,693	93,859
14,843	13,255
618,036	107,114

Bank loan

Sundry creditors

Subscriptions in advance

16 CREDITORS-AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

2021	2020
£	£
42,500	-

Bank loan

17 RESTRICTED FUNDS

	Balance b/f 1/1/21	Incoming	Outgoing including transfers	Balance c/f 31/12/21	Balance b/f 1/1/20	Incoming	Outgoing including transfers	Balance c/f 31/12/20
£	£	£	£	£	£	£	£	£
Funeral expenses trust fund	183,815	13,761	(22,604)	164,972	186,128	14,839	(7,250)	193,815
Middle Street - building and maintenance fund	1,480	5,714	(7,194)	-	7,893	2,122	(9,635)	1,480
Goodman Brothers fund	-	-	-	-	10,505	-	(10,505)	-
Fuamoa and New Church Road - redevelopment fund	2,688,942	2,329,010	-	4,995,952	13,285	2,653,657	-	2,666,942
Other charitable funds	1,829	7,890	(7,890)	1,829	1,829	9,517	(9,517)	1,829
R Lewis education fund	3,274	-	-	3,274	3,281	13	-	3,274
P Conway memorial lecture fund	1,000	-	-	1,000	1,000	-	-	1,000
Shabbos parcel fund	-	3,469	(3,469)	-	-	4,786	(4,786)	-
Prinzer fund	-	299	(299)	-	-	-	-	-
New Ark fund	2,888,340	2,350,143	(41,456)	5,197,027	223,899	2,895,331	(285)	2,968,340

**BRIGHTON & HOVE HEBREW CONGREGATION
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

17 RESTRICTED FUNDS (CONTINUED)

The Funeral Expenses Trust Fund was set up to cover the costs of members' funerals. The amount transferred out of this fund is based on an estimate of the cost of a funeral of the congregation of £3,700, multiplied by the number of funerals that took place under the FES scheme during the year, along with an administration fee of £4,104.

The Building and Maintenance Fund was created from donations received towards the renovation of Middle Street Synagogue.

The Goodman Brothers fund was set up to cover the life membership costs of Malcolm and Adrian Goodman along with transportation and cemetery costs.

The Futures and New Church Road redevelopment fund was created from donations received towards future building and development works at the New Church Road site.

Other Charitable funds represent amounts collected which have to be paid over to other charities or were donated for a specific purpose.

The R Lewis education fund represents a specific legacy to be used for the benefit of the Congregation's educational and cultural activities.

The P Conway memorial lecture fund was set up to cover the cost of an annual memorial lecture.

The Shabbos parcel fund was set up to provide parcels to members of the congregation.

The printer fund was set up to provide funding to purchase a new printer.

The New Ark fund was set up to pay for a new Ark at the temporary offices at Pembroke Crescent.

18 PERMANENT ENDOWED FUNDS

	2021		2020	
	Balance b/f 1/1/21	Incoming Including Transfers £	Balance b/f 1/1/20	Incoming Including Transfers £
Henrietta Cohen trust fund	118	-	118	-
	<u>118</u>	<u>-</u>	<u>118</u>	<u>-</u>

19 DESIGNATED FUNDS

	2021		2020	
	Balance b/f 1/1/21	Incoming Including Transfers £	Balance b/f 1/1/19	Incoming Including Transfers £
Cemetery fund	177,453	142,929	177,545	62,138
Repairs fund	5,644	-	5,644	-
Other designated funds and donations	582	-	582	-
	<u>183,689</u>	<u>142,929</u>	<u>183,781</u>	<u>62,138</u>

The Cemetery fund was set up to provide for the cost of future burial grounds and other cemetery costs. The value of the fund is split between the cemetery extension of £152,874 and other assets of £68,936 as illustrated within the balance sheet.

The Repairs fund was set up by the board as a reserve for future repairs of the roof and structure of the synagogue buildings at New Church Road.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

20 ANALYSIS OF CHANGES IN NET DEBT

Cash at bank and in hand
Debt due within one year
Debt due after one year

	At 1 January 2021 £	Cash flows £	At 31 December 2021 £
	260,828	55,816	316,644
	-	(7,500)	(7,500)
	-	(42,500)	(42,500)
	260,828	5,816	266,644

BRIGHTON & HOVE HEBREW CONGREGATION
COMPANY LIMITED BY GUARANTEE

MEMORANDUM ACCOUNT ONLY - MOVEMENTS ON UNRESTRICTED FUNDS
YEAR ENDED 31 DECEMBER 2021

INCOME AND EXPENDITURE		2021		2020
	£	£	£	£
Incoming resources				
Subscriptions	58,215		60,000	
Income tax recoverable	13,329		13,477	
Government grants (furlough)	3,039		-	
Non members' commutation fee	37,800		17,562	
Donations	5,421		1,823	
Donations - The Bloom Foundation	75,400		11,134	
Interest on deposits	134		946	
Shofar income	1,175		720	
Functions and other income	2,584		2,281	
Administration charges to other funds	8,904		8,904	
		206,001		116,847
Resources expended				
Rabbinic salaries and expenses, including visiting ministers	60,184		55,506	
Education	13		3,800	
Caretakers' salaries	13,871		14,460	
Lighting and heating	3,080		5,506	
Rent of temporary offices	36,000		30,000	
Other temporary premises costs	-		4,852	
Hall hire	5,275		3,700	
Rates and water	672		2,583	
Repairs and maintenance	270		769	
Computer costs	285		583	
Administration salaries	28,292		23,105	
Pension contributions	1,517		1,497	
Postage, printing and stationery	3,853		3,529	
Insurances	7,863		6,801	
Telephone	4,319		3,889	
Bank charges	633		1,158	
Audit	6,450		5,932	
Consultancy and other professional charges	11,544		396	
Accountancy	4,896		5,373	
Functions costs	3,349		1,619	
Books and religious items (net)	103		190	
Travelling and petrol	-		187	
Kiddush and kitchen	1,399		2,133	
Cleaning	49		1,318	
Other items	750		1,855	
Administration charges to other funds	5,714		-	
		200,361		180,741
Non cash depreciation				
Depreciation of property improvements				6,708
		200,361		187,449
NET INCOMING / (OUTGOING) RESOURCES		5,640		(70,802)