

Charity registration number 1124507

Company registration number 06525914 (England and Wales)

SOUTH MANCHESTER SYNAGOGUE LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

SOUTH MANCHESTER SYNAGOGUE LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr A Goodman Mr D J Cowen Mr G R A Matz Mr R Moryoussef Miss F M Hyman Mr A R Kingsley Mr B S Verby Mr Philip Goldstone Mrs Sarah Isaacs Mr J P Bernstein Mrs Wendy Schweiger Mrs Jodie Segal	(Appointed 17 January 2022)
Charity number	1124507	
Company number	06525914	
Registered office	The Firs Bowdon Altrincham Cheshire WA14 2TE	
Auditor	Xeinadin Audit Limited 116 Duke Street Liverpool L1 5JW	
Bankers	Barclays Bank plc Mosley Street Manchester M60 2AU	
Solicitors	Kuit Steinart Levy 3 St Mary's Parsonage Manchester M3 2RD	

SOUTH MANCHESTER SYNAGOGUE LIMITED

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SOUTH MANCHESTER SYNAGOGUE LIMITED

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 AUGUST 2022

The trustees, who are also directors for the purposes of company law, present their report and the financial statements for the charity for the year ended 31 August 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum & Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: 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)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The objectives of the charity are to cater for the religious requirements generally of the Jewish inhabitants of Manchester and the surrounding districts, and in particular, to provide its members, and where appropriate for others, the normal facilities of a Synagogue in accordance with orthodox Jewish tradition, principally: a) daily religious services on weekdays, Sabbaths and Holy Days; b) pastoral services; c) educational facilities including a Sunday School for children; d) facilities for the burial of the dead; e) facilities for marriage; f) social events as appropriate; g) facilities for appropriate private social events; h) support for those in need, where appropriate, through other charitable bodies. In addition, the needs of the wider community are also catered for in terms of our annual civic remembrance service, outreach and educational activities for the non-Jewish community eg school visits for local children and participation in interfaith committees.

There were no significant changes in the principal objectives of the Synagogue for the period under review.

The directors confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Charity's objectives and in planning future activities.

Achievements and performance

Over the past year the Synagogue has run a wide variety of both online and, once Covid restrictions were lifted, face to face activities for its members in addition to formal religious events such as daily, weekly and High Holy Day services. Even though Covid restricted the Synagogue's activities at the end of last year, beginning of this, concerted efforts have been made to revitalise and refresh social and religious activities to pre-pandemic levels.

The Synagogue employs an adequate number of pastoral, administrative and teaching staff necessary to ensure its smooth functioning and also relies heavily on the services of unpaid volunteers for backup and other purposes.

Financial review

During the period under review the Synagogue received income of £479,823 (2021: £509,824) with £529,260 (2021: £508,224) utilised as direct charitable expenditure. The Synagogue had reserves of £4,655,968 (2021: £4,203,813) at the end of the period. £38,220 (2021: £37,038) of these reserves were invested in income producing investments. The increase in the Synagogue's reserves is solely due to a periodical upward revaluation of the two residences owned by the Synagogue.

The unrestricted reserves are maintained to support the continuing activities of the Synagogue. There is no formal policy to maintain a specific level of reserves. The directors constantly monitor the level of reserves to ensure the Charity can meet its liabilities.

The Charity had reserves at the year end of £4,655,968 (2021: £4,203,813) of which £12,590 (2021: £12,517) were restricted.

The Synagogue's principal income comes from members subscriptions. Other activities and events are intended to cover their costs and modest entry prices are charged for social functions. Gift Aid Relief is claimed on eligible donations.

The charity has a number of investments in several quoted companies.

SOUTH MANCHESTER SYNAGOGUE LIMITED

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE YEAR ENDED 31 AUGUST 2022**

Overarching risks are discussed at regular Executive and Directors' Board Meetings and where considered necessary appropriate professional advice is obtained where they perceive this is required for a specific risk or a particularly high risk. The Synagogue takes out appropriate insurances to protect its assets and also to protect it from third party liability claims.

Child protection risks are primarily dealt with by the Directors with responsibility for Youth and Education. The Synagogue maintains a Child Protection policy covering all areas of the Synagogue's activities involving young people and is reviewed annually by the Board. Procedures include Disclosure and Barring Service checks on all staff who work with children.

Physical security risks to the building and its occupants are managed by the Security Committee which works closely with the national organisation, the Community Security Trust, and the local Police. This Committee organises security at services and events. Financial risks are managed by the Treasurer in consultation with the Finance Committee which consists of past treasurers and directors.

The Charity has established a sound financial basis upon which to build for the future. The directors continue to seek further contributions and donations to help achieve its objectives now and in the future.

Structure, governance and management

The company was incorporated on 6 March 2008 and commenced its activities on 1 September 2008. The company was registered with the Charities Commission on 16 June 2008 and is governed by its Memorandum and Articles of Association. The company is limited by guarantee.

The charity has a Board of Directors, which delegates the day-to-day responsibility of the management and control of the charity to its Executive.

The President, Secretary, Treasurer and Warden who sit on the Board of Directors constitute the Executive and are elected at the Annual Meeting.

All expenditure is approved by the Board of Directors acting as a body and the directors ensure that full accounting records are maintained with management accounting records to ensure that all criteria for spending the funds of the Charity are fully met.

Appointment of the directors is by election at the Annual Meeting of the charity.

New directors are required to undergo an induction programme including an introduction to the objectives, scope and policies of the charity, Charity Commission information and director responsibilities.

Mr A Goodman	
Mrs L Engler	(Resigned 17 January 2022)
Mr A J Hyams	(Resigned 17 January 2022)
Mrs S Bernstein	(Resigned 17 January 2022)
Mr D J Cowen	
Mr G R A Matz	
Mr R Moryoussef	
Miss F M Hyman	
Mr A R Kingsley	
Mr M L Kuhillow	(Resigned 17 January 2022)
Mr B S Verby	
Mr Philip Goldstone	
Mrs Sarah Isaacs	
Mr J P Bernstein	
Mrs Wendy Schweiger	
Mrs Jodie Segal	(Appointed 17 January 2022)

SOUTH MANCHESTER SYNAGOGUE LIMITED

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) ***FOR THE YEAR ENDED 31 AUGUST 2022***

Auditor

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

Disclosure of information to auditor

Each of the Trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

Small Company Provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The Trustees report was approved by the Board of Directors.

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Mr D J Cowen

Trustee

Dated:

SOUTH MANCHESTER SYNAGOGUE LIMITED

STATEMENT OF TRUSTEES RESPONSIBILITIES

FOR THE YEAR ENDED 31 AUGUST 2022

The Trustees, who are also the directors of South Manchester Synagogue Limited for the purpose of company law, are responsible for preparing the Trustees Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and 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.

Under company law, the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the income and expenditure for the period.

SOUTH MANCHESTER SYNAGOGUE LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF SOUTH MANCHESTER SYNAGOGUE LIMITED

Opinion

We have audited the financial statements of South Manchester Synagogue Limited (the 'charity') for the year ended 31 August 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including 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 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 August 2022 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; and
- 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 charity 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 Trustees use of the going concern basis of accounting in the preparation of the financial statements 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 charity'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 Trustees 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 contained within the annual report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees report for the financial year for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, is consistent with the financial statements; and
- the directors' report included within the Trustees report has been prepared in accordance with applicable legal requirements.

SOUTH MANCHESTER SYNAGOGUE LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF SOUTH MANCHESTER SYNAGOGUE LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within 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 statement of Trustees responsibilities, the Trustees, who are also the directors of the charity for the purpose 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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable 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 charitable 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Andrew James Taylor (Senior Statutory Auditor)
for and on behalf of Xeinadin Audit Limited

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Accountants and Statutory Auditors

116 Duke Street
Liverpool
L1 5JW

SOUTH MANCHESTER SYNAGOGUE LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Income from:							
Donations and legacies	3	354,116	43,476	397,592	416,820	21,653	438,473
Charitable activities	4	46,245	-	46,245	62,277	-	62,277
Other trading activities	5	33,705	-	33,705	7,754	-	7,754
Investments	6	1,481	-	1,481	1,320	-	1,320
Total income		435,547	43,476	479,023	488,171	21,653	509,824
Expenditure on:							
Charitable activities	7	485,857	43,403	529,260	489,265	18,959	508,224
Net (outgoing)/incoming resources		(50,310)	73	(50,237)	(1,094)	2,694	1,600
Other recognised gains and losses							
Revaluation of tangible fixed assets		502,392	-	502,392	2,756	-	2,756
Net movement in funds		452,082	73	452,155	1,662	2,694	4,356
Fund balances at 1 September 2021		4,191,296	12,517	4,203,813	4,189,634	9,823	4,199,457
Fund balances at 31 August 2022		4,643,378	12,590	4,655,968	4,191,296	12,517	4,203,813

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

All income and expenditure derive from continuing activities.

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

SOUTH MANCHESTER SYNAGOGUE LIMITED

BALANCE SHEET

AS AT 31 AUGUST 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	11	5,069,488		4,598,845	
Investments	12	38,220		37,038	
			5,107,708		4,635,883
Current assets					
Debtors	14	79,958		91,906	
Cash at bank and in hand		72,962		95,027	
			152,920		186,933
Creditors: amounts falling due within one year	16	(164,933)		(149,263)	
Net current (liabilities)/assets			(12,013)		37,670
Total assets less current liabilities			5,095,695		4,673,553
Creditors: amounts falling due after more than one year	17		(439,727)		(469,740)
Net assets			4,655,968		4,203,813
Income funds					
Restricted funds	18	12,590		12,517	
<u>Unrestricted funds</u>					
Designated funds	19	593,658		570,145	
General unrestricted funds		3,527,285		3,601,108	
Revaluation reserve		522,435		20,043	
			4,643,378		4,191,296
			4,655,968		4,203,813

The financial statements were approved by the Trustees on

.....
Mr D J Cowen
Trustee

Company registration number 06525914

SOUTH MANCHESTER SYNAGOGUE LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	23		19,093		(4,017)
Investing activities					
Purchase of tangible fixed assets		(10,110)		(26,792)	
Interest received		1,481		1,320	
Net cash used in investing activities			(8,629)		(25,472)
Financing activities					
Repayment of bank loans		(32,529)		(24,325)	
Net cash used in financing activities			(32,529)		(24,325)
Net decrease in cash and cash equivalents			(22,065)		(53,814)
Cash and cash equivalents at beginning of year			95,027		148,841
Cash and cash equivalents at end of year			72,962		95,027

SOUTH MANCHESTER SYNAGOGUE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

Charity information

South Manchester Synagogue Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is The Firs, Bowdon, Altrincham, Cheshire, WA14 2TE.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's Memorandum & Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: 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)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

The investment revaluation reserve shows the accumulated revaluations on the investments to date.

The decorations and repairs reserve relates to funds which are put aside to maintain and repair the fabric of the building.

The Synagogue has a burial fund whereby participating members contribute and on death their burial fees are covered.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

All funds are unrestricted with the exception of the Charities Fund, Tzedakah Fund and Youth Fund which are restricted.

The Charities Fund and Tzedakah Fund relate to monies collected specifically for onward donation.

The Youth Fund relates to monies to be spent on Youth activities only.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Donations and gifts represent amounts received during the year.

Grants received are recognised as monies are received. This is ongoing throughout the year as expenses are incurred for which the grants are received.

SOUTH MANCHESTER SYNAGOGUE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 AUGUST 2022**

1 Accounting policies

(Continued)

Subscriptions represent amounts receivable for the accounting year. Any amounts received in advance for future years are deferred and released in following years as appropriate.

Investment income is recognised on a receivable basis.

1.5 Expenditure

Resources expended are included in the accounts when the goods or services are received. This applies to expenditure in all categories on the SOFA. The accounts are prepared on an accruals basis.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	1% straight line on the Synagogue building only
Fixtures and fittings	25% reducing balance
Equipment	25% reducing balance

Depreciation on land and buildings is on the Synagogue building only. The land element and residential properties used by the Rabbis are not depreciated.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

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).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

SOUTH MANCHESTER SYNAGOGUE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 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.

SOUTH MANCHESTER SYNAGOGUE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022	2022	2022	2021	2021	2021
	£	£	£	£	£	£
Donations and gifts	30,673	43,476	74,149	50,554	21,653	72,207
Grants receivable	4,486	-	4,486	53,108	-	53,108
Membership fees	261,577	-	261,577	261,161	-	261,161
Gift Aid	57,380	-	57,380	51,997	-	51,997
	<u>354,116</u>	<u>43,476</u>	<u>397,592</u>	<u>416,820</u>	<u>21,653</u>	<u>438,473</u>

4 Charitable activities

	Charitable Income 2022 £	Charitable Income 2021 £
Wedding fees	715	328
Burial income	44,977	61,198
Other income	553	751
	<u>46,245</u>	<u>62,277</u>

5 Other trading activities

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Fundraising events	<u>33,705</u>	<u>7,754</u>

6 Investments

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Income from listed investments	<u>1,481</u>	<u>1,320</u>

SOUTH MANCHESTER SYNAGOGUE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

7 Charitable activities

	Charitable Expenditure 2022 £	Charitable Expenditure 2021 £
Staff Costs	202,227	224,045
Depreciation and impairment	40,677	37,417
Rates & water	2,458	2,006
Light & heat	14,997	13,146
Repairs & maintenance	42,643	33,268
Insurance	9,257	8,017
Laundry & cleaning	16,206	10,268
Travel & subsistence	-	223
Affiliation fees	1,444	4,566
Telephone	3,139	3,875
Printing, postage & stationery	12,686	11,864
Burial expenses	24,151	45,862
Security	21,747	14,490
Rabbi expenses	9,233	8,632
Youth Rabbi expenses	3,903	15,628
Miscellaneous Event costs	2,416	7,492
Youth Events	1,946	2,467
Other charitable expenditure	114,608	59,462
	<u>523,738</u>	<u>502,728</u>
Share of governance costs (see note 8)	5,522	5,496
	<u>529,260</u>	<u>508,224</u>
Analysis by fund		
Unrestricted funds	485,857	489,265
Restricted funds	43,403	18,959
	<u>529,260</u>	<u>508,224</u>

SOUTH MANCHESTER SYNAGOGUE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

8 Support costs

	Support costs £	Governance costs £	2022 £	2021 £
Audit fees	-	5,522	5,522	5,496
	-	5,522	5,522	5,496
Analysed between Charitable activities	-	5,522	5,522	5,496

9 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

None of the Trustees have had any expenses reimbursed during the year.

10 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Rabbis	1	1
Chazan	1	1
Office staff	2	2
Educational staff	1	1
Total	5	5

Employment costs

	2022 £	2021 £
Wages and salaries	197,795	205,488
Social security costs	623	14,622
Other pension costs	3,809	3,935
	202,227	224,045

There were no employees whose annual remuneration was more than £60,000.

SOUTH MANCHESTER SYNAGOGUE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

11 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Equipment £	Total £
Cost				
At 1 September 2021	4,824,505	92,893	19,882	4,937,280
Additions	-	6,963	3,147	10,110
Revaluation	501,210	-	-	501,210
At 31 August 2022	5,325,715	99,856	23,029	5,448,600
Depreciation and impairment				
At 1 September 2021	271,156	50,518	16,761	338,435
Depreciation charged in the year	27,088	12,353	1,236	40,677
At 31 August 2022	298,244	62,871	17,997	379,112
Carrying amount				
At 31 August 2022	5,027,471	36,985	5,032	5,069,488
At 31 August 2021	4,553,349	42,375	3,121	4,598,845

Land and buildings with a net book value of £998,790 were revalued at 31 August 2022 by Homemove Sales and Lettings to £1.5m based on recent market transactions for similar properties.

12 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 September 2021	37,038
Valuation changes	1,182
At 31 August 2022	38,220
Carrying amount	
At 31 August 2022	38,220
At 31 August 2021	37,038

13 Financial instruments

	2022 £	2021 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	38,220	37,038

SOUTH MANCHESTER SYNAGOGUE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

14 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Trade debtors	33,293	32,562
Other debtors	35,000	35,000
Prepayments and accrued income	11,665	24,344
	<u>79,958</u>	<u>91,906</u>

15 Loans and overdrafts

	2022 £	2021 £
Bank loans	<u>472,255</u>	<u>504,784</u>
Payable within one year	32,528	35,044
Payable after one year	<u>439,727</u>	<u>469,740</u>
Amounts included above which fall due after five years:		
Payable by instalments	<u>297,925</u>	<u>305,248</u>

There are two secured loans, both are secured on the properties to which they relate included within fixed assets.

The first original loan value was £250,000. At the end of the year the percentage of loan outstanding to the value of the asset included in the accounts was 29%.

This loan is a commercial mortgage that is due to finish in July 2033. It is a flexible mortgage with variable monthly repayments. The interest rate payable on this loan is base rate plus 3.55%.

The second original loan value was £310,000. At the end of the year the percentage of loan outstanding to the value of the asset included in the accounts was 85%.

This loan is a commercial mortgage that is due to finish in June 2038. It is a fixed rate mortgage with fixed monthly payments for 10 years. The current interest rate is 5.09%.

SOUTH MANCHESTER SYNAGOGUE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 AUGUST 2022**

16 Creditors: amounts falling due within one year

	Notes	2022 £	2021 £
Bank loans	15	32,528	35,044
Other taxation and social security		4,365	4,491
Trade creditors		38,067	40,259
Other creditors		-	729
Accruals and deferred income		89,973	68,740
		<u>164,933</u>	<u>149,263</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company:

Bank loans and overdrafts - £32,528 (2021: £35,044)

17 Creditors: amounts falling due after more than one year

	Notes	2022 £	2021 £
Bank loans	15	<u>439,727</u>	<u>469,740</u>

The following liabilities disclosed under creditors falling due over one year are secured by the company:

Bank loans and overdrafts - £439,727 (2021: £469,740).

Included within creditors due over 1 year are amounts due on a commercial mortgage due to finish in July 2033, this is a flexible mortgage with variable rate monthly loan repayments and is secured on a property included within the accounts. The interest rate payable on this loan is 3.8%, being base rate plus 3.55%.

A further commercial mortgage is also included in creditors due over one year. This is due to finish in May 2038 and is a flexible mortgage with variable rate monthly loan repayments and is secured on a property included within the accounts. The interest rate payable on this loan is 5.09%.

Included within creditors due after more than one year is an amount of £297,925 (2021: £305,248) in respect of liabilities repayable by instalments which fall due for payment after more than 5 years from the reporting date.

Loan interest of £21,420 (2021: £17,877) is included in the accounts.

SOUTH MANCHESTER SYNAGOGUE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

18 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds			Movement in funds			
	Balance at 1 September 2020	Incoming resources	Resources expended	Balance at 1 September 2021	Incoming resources	Resources expended	Balance at 31 August 2022
	£	£	£	£	£	£	£
Charities Fund	1,027	18,334	(14,589)	4,772	28,559	(28,777)	4,554
Tzedakah Fund	1,731	3,319	(3,852)	1,198	14,917	(14,626)	1,489
Youth Activity Fund	7,065	-	(518)	6,547	-	-	6,547
	<u>9,823</u>	<u>21,653</u>	<u>(18,959)</u>	<u>12,517</u>	<u>43,476</u>	<u>(43,403)</u>	<u>12,590</u>

SOUTH MANCHESTER SYNAGOGUE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

19 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds				Movement in funds				
	Balance at 1 September 2020	Incoming resources	Resources expended	Transfers	Balance at 1 September 2021	Incoming resources	Resources expended	Transfers	Balance at 31 August 2022
	£	£	£	£	£	£	£	£	£
Decorations and repairs reserve	84,061	-	(14,553)	28,000	97,508	-	(22,519)	28,000	102,989
Burial Fund reserve	490,204	19,238	(36,805)	-	472,637	18,032	-	-	490,669
	<u>574,265</u>	<u>19,238</u>	<u>(51,358)</u>	<u>28,000</u>	<u>570,145</u>	<u>18,032</u>	<u>(22,519)</u>	<u>28,000</u>	<u>593,658</u>

SOUTH MANCHESTER SYNAGOGUE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

20 Analysis of net assets between funds

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total 2022 £	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total 2021 £
Fund balances at 31 August 2022 are represented by:						
Tangible assets	5,069,488	-	5,069,488	4,598,845	-	4,598,845
Investments	38,220	-	38,220	37,038	-	37,038
Current assets/(liabilities)	(24,603)	12,590	(12,013)	37,670	-	37,670
Long term liabilities	(439,727)	-	(439,727)	(469,740)	-	(469,740)
	<u>4,643,378</u>	<u>12,590</u>	<u>4,655,968</u>	<u>4,203,813</u>	<u>-</u>	<u>4,203,813</u>

21 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022 £	2021 £
Within one year	2,199	2,199
Between two and five years	2,877	5,077
	<u>5,076</u>	<u>7,276</u>

During the year the company paid £2,199 (2021: £2,199) in lease payments included as an expense in the accounts.

22 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).

SOUTH MANCHESTER SYNAGOGUE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

23	Cash generated from operations		2022	2021
			£	£
	Surplus for the year		(50,237)	1,600
	Adjustments for:			
	Investment income recognised in statement of financial activities		(1,481)	(1,320)
	Depreciation and impairment of tangible fixed assets		40,677	37,417
	Movements in working capital:			
	Decrease/(increase) in debtors		11,948	(13,118)
	Increase/(decrease) in creditors		18,186	(28,596)
	Cash generated from/(absorbed by) operations		19,093	(4,017)
24	Analysis of changes in net (debt)/funds			
		At 1 September	Cash flows	At 31 August
		2021		2022
		£	£	£
	Cash at bank and in hand	95,027	(22,065)	72,962
	Loans falling due within one year	(35,044)	2,516	(32,528)
	Loans falling due after more than one year	(469,740)	30,013	(439,727)
		<u>(409,757)</u>	<u>10,464</u>	<u>(399,293)</u>