

REGISTERED COMPANY NUMBER: 07829000 (England and Wales)
REGISTERED CHARITY NUMBER: 1144625

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2021
FOR
CHABAD LUBAVITCH OF NOTTINGHAM

Raffingers LLP
Chartered Certified Accountants
19-20 Bourne Court
Southend Road
Woodford Green
Essex
IG8 8HD

CHABAD LUBAVITCH OF NOTTINGHAM

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for the year ended 31 October 2021

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REPORT OF THE TRUSTEES
for the year ended 31 October 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 October 2021. The trustees have adopted the provisions of 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) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The advancement of the Jewish religion and Jewish education in Nottinghamshire.

Significant activities

Based on the Chabad-Lubavitch teachings and philosophy, the charity provides Jewish educational classes, cultural and welfare resources in Nottingham, in particular; but not restricted to, members of the Jewish faith. This work has expanded from primarily working with students to encompassing work with the entire community.

At university, many students are leaving home for the first time. We provide them with personal care, and a wide range of religious, educational, social and cultural programming. Parents are particularly appreciative that their children have a 'home away from home.'

Special programming is also available for the post-graduates, singles and young professionals as well as families and seniors in the wider community.

In meeting the objectives the trustees have given careful consideration to the Charity Commission's general guidance on public benefit and consider that all donations meet this guidance.

Public benefit statement

All the trustees are conversant with the Charity Commission's guidelines concerning charities and public benefit and have given consideration to them when assessing the charitable company's aims and objectives. The trustees believe that they have given due regard to the public benefit guidance published by the Commission and have complied fully with the public benefit requirement contained within the Charities Act 2011.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Chabad Lubavitch of Nottingham has established itself as the primary provider of Jewish education and services in Nottinghamshire.

In addition to the popular ongoing dinners, classes and activities provided by the Charity, a number of other organisations use the large community room for their events. These include JLGB, UJS, the Nottingham Jewish Kids Club, AEPi and MASA.

As the Charity takes on a wider community role, it has successfully managed to bring together students and older members of the community for joint events.

Many students now choose to come to Nottingham because of the services provided by Chabad.

Covid-19

As Covid continued throughout the end of 2020 and into 2021, activities continued to support both the elderly and student populations with remote programs. As restrictions eased, more in-person events were able to take place. A commercial kitchen was installed in the summer of 2021 which will be a huge resource for the community.

A large crowd funding matched campaign took place in July raising nearly £100,000. This enabled the charity to pay for the kitchen and additional repairs as well as support its programming.

The Charity also continued to provide mental health support and counselling for those in need. Additional weekly educational courses also took place and the charity continues to look for innovative and inclusive ideas going forward.

REPORT OF THE TRUSTEES
for the year ended 31 October 2021

FINANCIAL REVIEW

Financial position

Financial results

The financial results for the year to 31 October 2021 are shown in the attached financial statements.

Total income increased from £201,540 to £290,188 and total expenditure increased from £164,003 to £194,169 in comparison with the previous period.

There was a net increase in funds of £96,019 (2020 - £37,537) with total unrestricted funds carried forward of £282,447 (2020 - £193,598).

Reserves policy

The trustees consider that the ideal level of reserves as at 31 October 2021 would be three months of resources expended which is approximately £50,000.

At the year end the charity's free reserves were in deficit. In calculating the reserves, the trustees have excluded from total funds, the value of fixed assets less related loan obligations. The trustees are aware that this is significantly less than the target figure and are actively pursuing sources of funding in order to ensure that there are sufficient reserves to provide financial stability and flexibility.

FUTURE PLANS

The charity will be focusing more on pastoral care for the elderly, and plans to begin a meals on wheels service once the new kitchen is licensed.

Chabad Lubavitch of Nottingham will become a registered affiliate of the International JLI educational network, and will be able to deliver professional accredited educational courses.

The 5 year Investec loan will be coming an end and the Charity will be moving to a long term repayment mortgage with Natwest.

Further repairs and modifications to the building are planned to help create a better communal space.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

New trustees are appointed due to their interest in the work of charity and their recognised experience in specific fields which will further support the work of Chabad Lubavitch of Nottingham.

Induction and training of new trustees

New trustees are given a full induction by the other trustees of the charity. Trustees can retire when they wish as they do not serve under a fixed term of tenure.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07829000 (England and Wales)

Registered Charity number

1144625

Registered office

3 Gregory Street
Nottinghamshire
NG7 2LR

REPORT OF THE TRUSTEES
for the year ended 31 October 2021

Trustees

Rabbi Y A Angyalfi
Mrs S Klyne
Mr S Pink

Independent Examiner

Raffingers LLP
Chartered Certified Accountants
19-20 Bourne Court
Southend Road
Woodford Green
Essex
IG8 8HD

Approved by order of the board of trustees on 5 July 2022 and signed on its behalf by:

Mrs S Klyne - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
CHABAD LUBAVITCH OF NOTTINGHAM**

Independent examiner's report to the trustees of Chabad Lubavitch of Nottingham ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 October 2021.

Responsibilities and basis of report

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

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

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of FCCA which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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 Suda Ratnam
FCCA
Raffingers LLP
Chartered Certified Accountants
19-20 Bourne Court
Southend Road
Woodford Green
Essex
IG8 8HD

5 July 2022

CHABAD LUBAVITCH OF NOTTINGHAM

STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 October 2021

	Notes	Unrestricted fund £	Restricted funds £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	275,692	14,496	290,188	201,540
EXPENDITURE ON					
Raising funds	3	-	-	-	4,170
Charitable activities	4				
Education and welfare		186,843	7,326	194,169	159,833
Total		<u>186,843</u>	<u>7,326</u>	<u>194,169</u>	<u>164,003</u>
NET INCOME		<u>88,849</u>	<u>7,170</u>	<u>96,019</u>	<u>37,537</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		193,598	-	193,598	156,061
TOTAL FUNDS CARRIED FORWARD		<u><u>282,447</u></u>	<u><u>7,170</u></u>	<u><u>289,617</u></u>	<u><u>193,598</u></u>

The notes form part of these financial statements

CHABAD LUBAVITCH OF NOTTINGHAM (REGISTERED NUMBER: 07829000)

BALANCE SHEET
31 October 2021

	Notes	Unrestricted fund £	Restricted funds £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Tangible assets	8	724,055	-	724,055	680,677
CURRENT ASSETS					
Cash at bank		85,032	7,170	92,202	38,114
CREDITORS					
Amounts falling due within one year	9	(426,640)	-	(426,640)	(55,193)
NET CURRENT ASSETS		<u>(341,608)</u>	<u>7,170</u>	<u>(334,438)</u>	<u>(17,079)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		382,447	7,170	389,617	663,598
CREDITORS					
Amounts falling due after more than one year	10	(100,000)	-	(100,000)	(470,000)
NET ASSETS		<u>282,447</u>	<u>7,170</u>	<u>289,617</u>	<u>193,598</u>
FUNDS	13				
Unrestricted funds				282,447	193,598
Restricted funds				7,170	-
TOTAL FUNDS				<u>289,617</u>	<u>193,598</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 October 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 5 July 2022 and were signed on its behalf by:

Mrs S Klyne - Trustee

The notes form part of these financial statements

CHABAD LUBAVITCH OF NOTTINGHAM

NOTES TO THE FINANCIAL STATEMENTS **for the year ended 31 October 2021**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Exemption from preparing cash flow statement

The financial statements do not include a cash flow statement because the charitable company, as a small reporting entity, is exempt from the requirements to prepare such a statement under Charities SORP (FRS 102) Update Bulletin 1, Module 14.

Debtors

Debtors are recognised at their settlement amount, less any provision for non-recoverability. Prepayments are valued at the amount prepaid. They have been discounted to be present value of the future cash receipt where such discounting is material.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Charitable activities

Charitable activities comprise those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs

Governance costs comprise those costs associated with meeting the constitutional and strategic requirements of the charity and the accountancy fees and costs linked to the strategic management of the charity.

Allocation and apportionment of costs

Overhead and support costs relating to charitable activities have been apportioned based on usage.

Tangible fixed assets

Tangible fixed asset are carried out at cost less accumulated depreciation and accumulated impairment loss. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 20% on reducing balance
Computer equipment	- 33% on reducing balance
Freehold property	- 2% at cost

Taxation

The charity is exempt from corporation tax on its charitable activities.

CHABAD LUBAVITCH OF NOTTINGHAM

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 October 2021

1. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Loans and borrowings

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment.

Cash at bank and in hand

Cash at bank and in hand represents such accounts and instruments that are available on demand or have a maturity of less than three months from the date of acquisition. Deposits for more than three months but less than one year have been disclosed as short term deposits.

Creditors and provisions

Creditors and provisions are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Creditors and provision are recognised at the moment the charity anticipates it will pay to settle the debt. They have been discounted to the present value of the future cash payments where such discounting is material.

2. DONATIONS AND LEGACIES

	2021 £	2020 £
Donations	290,188	201,540

3. RAISING FUNDS

Raising donations and legacies

	2021 £	2020 £
Fundraising costs	-	4,170

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 5) £	Totals £
Education and welfare	153,097	41,072	194,169

CHABAD LUBAVITCH OF NOTTINGHAM

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 October 2021

5. SUPPORT COSTS

	Management	Finance	Governance	Totals
	£	£	costs	£
Education and welfare	21,427	17,905	1,740	41,072
	<u>21,427</u>	<u>17,905</u>	<u>1,740</u>	<u>41,072</u>

6. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2021	2020
	£	£
Depreciation - owned assets	29,949	16,731
	<u>29,949</u>	<u>16,731</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 October 2021 nor for the year ended 31 October 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 October 2021 nor for the year ended 31 October 2020.

8. TANGIBLE FIXED ASSETS

	Freehold	Fixtures	Computer	Totals
	property	and	equipment	
	£	fittings	£	£
COST		£		
At 1 November 2020	713,275	23,467	4,293	741,035
Additions	2,826	70,147	354	73,327
	<u>716,101</u>	<u>93,614</u>	<u>4,647</u>	<u>814,362</u>
At 31 October 2021	716,101	93,614	4,647	814,362
DEPRECIATION				
At 1 November 2020	49,064	8,439	2,855	60,358
Charge for year	12,323	17,035	591	29,949
	<u>61,387</u>	<u>25,474</u>	<u>3,446</u>	<u>90,307</u>
At 31 October 2021	61,387	25,474	3,446	90,307
NET BOOK VALUE				
At 31 October 2021	654,714	68,140	1,201	724,055
	<u>654,714</u>	<u>68,140</u>	<u>1,201</u>	<u>724,055</u>
At 31 October 2020	664,211	15,028	1,438	680,677
	<u>664,211</u>	<u>15,028</u>	<u>1,438</u>	<u>680,677</u>

CHABAD LUBAVITCH OF NOTTINGHAM

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 October 2021

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Bank loans and overdrafts (see note 11)	390,000	40,000
Social security and other taxes	1,995	1,300
Other creditors	34,645	13,893
	<u>426,640</u>	<u>55,193</u>

10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2021	2020
	£	£
Bank loans (see note 11)	-	370,000
Other creditors	100,000	100,000
	<u>100,000</u>	<u>470,000</u>

11. LOANS

An analysis of the maturity of loans is given below:

	2021	2020
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>390,000</u>	<u>40,000</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans	-	370,000

12. SECURED DEBTS

The following secured debts are included within creditors:

	2021	2020
	£	£
Bank loans	<u>390,000</u>	<u>410,000</u>

The mortgage is secured by way of a fixed and floating charge over the property.

13. MOVEMENT IN FUNDS

	At 1.11.20 £	Net movement in funds £	At 31.10.21 £
Unrestricted funds			
General fund	193,598	88,849	282,447
Restricted funds			
Outdoor office	-	7,170	7,170
TOTAL FUNDS	<u>193,598</u>	<u>96,019</u>	<u>289,617</u>

CHABAD LUBAVITCH OF NOTTINGHAM

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 October 2021

13. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	275,692	(186,843)	88,849
Restricted funds			
Meals for elderly	4,500	(4,500)	-
Outdoor office	9,996	(2,826)	7,170
	<u>14,496</u>	<u>(7,326)</u>	<u>7,170</u>
TOTAL FUNDS	<u><u>290,188</u></u>	<u><u>(194,169)</u></u>	<u><u>96,019</u></u>

Comparatives for movement in funds

	At 1.11.19 £	Net movement in funds £	At 31.10.20 £
Unrestricted funds			
General fund	156,061	37,537	193,598
	<u>156,061</u>	<u>37,537</u>	<u>193,598</u>
TOTAL FUNDS	<u><u>156,061</u></u>	<u><u>37,537</u></u>	<u><u>193,598</u></u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	201,540	(164,003)	37,537
	<u>201,540</u>	<u>(164,003)</u>	<u>37,537</u>
TOTAL FUNDS	<u><u>201,540</u></u>	<u><u>(164,003)</u></u>	<u><u>37,537</u></u>

CHABAD LUBAVITCH OF NOTTINGHAM

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 October 2021

14. RELATED PARTY DISCLOSURES

There were no related party transactions during the year.