

CHARITY REGISTRATION NUMBER: 1144707

Ahavas Yisroel (Gateshead)
Unaudited Financial Statements
30 November 2023

WHITESIDE AND DAVIES LTD

Chartered Certified Accountants
158 Cromwell Road
Salford
M6 6DE

Ahavas Yisroel (Gateshead)

Financial Statements

Year ended 30 November 2023

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Ahavas Yisroel (Gateshead)

Trustees' Annual Report

Year ended 30 November 2023

The trustees present their report and the unaudited financial statements of the charity for the year ended 30 November 2023.

Reference and administrative details

Registered charity name	Ahavas Yisroel (Gateshead)
Charity registration number	1144707
Principal office	183 Coatsworth Road Gateshead NE8 1SR

The trustees

M Cohen
I Cohen

Independent examiner	Mr C Frenkel FCCA 158 Cromwell Road Salford M6 6DE
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Structure, governance and management

Ahavas Yisroel (Gateshead) is constituted under a deed dated 15 July 2011. It is a registered charity number 1144707, registered on the 17 November 2011.

Recruitment and appointment of new trustees would be in line with the Trust Deed and with the consent of the trustees. The criteria set for the suitable candidate would be someone who is sensitive to the needs and demands of the organisation.

There is no chief executive officer. All major decisions are taken collectively by the trustees and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

Risk review

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust, and are satisfied that systems are in place to manage our exposure to the major risks.

The risks faced by the trust are principally operational risks from ineffective grant making or mismanagement of the Synagogue. These risks are managed by the trustees researching potential beneficiaries before granting donations as well as having a management team dedicated to the smooth running of the Synagogue.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all grants.

Ahavas Yisroel (Gateshead)

Trustees' Annual Report *(continued)*

Year ended 30 November 2023

Objectives and activities

The objects of the charity are: (i) For the public benefit promote the education of people of all ages around the world in such ways as the charity trustees think fit, including awarding to such persons scholarships, maintenance allowances or grants; or by grants to charities or other organisations worldwide that provide education. (ii) The prevention or relief of poverty or financial hardship anywhere in the world by providing: grants or loans to individuals in need and /or charities, or other organisations working to prevent or relieve poverty of financial hardship.(iii) To advance the orthodox Jewish religion worldwide for the benefit of the public in accordance with the principles of the code of Jewish law (Shulchan Aruch). (iv) Any charitable purpose at the discretion of the trustees for the benefit of the community.

Public benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education when reviewing the charity's aims and objectives and in planning future activities and setting grant making policy for the year.

Grant making policy

The charity is funded by donations and rent receivable. The charity gives out grants in line with the above objects.

The application of the funds by way of grants to either institutions or individuals and is almost always to institutions.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each objects. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year.

The trustees consider the shorter term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Achievements and performance

The charity received £68,305 (2022 - £70,481) in donations during the year and £61,737 (2022 - £82,739) was paid out for social and religious activities as well as support cost.

The charity was able to sublet parts of the synagogue building and the amount receivable in the period amounted to £7,400 (2022 - £7,500).

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

The charity has low administration expenses. Other costs were kept low and the governance costs incurred relate to professional fees incurred during the year and sundry office costs.

There were no investments made during the year.

There were grants and donations paid out during the year totalling £21,262 (2022 - £41,336).

There were no material fundraising costs during the year.

There were no related party transactions in the reporting period.

There was an overall net surplus for the year amounting to £13,968 (2022 - Deficit of £4,758).

Ahavas Yisroel (Gateshead)

Trustees' Annual Report *(continued)*

Year ended 30 November 2023

Financial review

The trustees feel that the activity reflects the profile and standing within the local community. The impact for future year's expenditure is self evident and the trustees would like to record their appreciation for all the financial support received from benefactors during the course of the year.

Reserves policy

The Unrestricted Fund represents the unrestricted funds arising from past operating results. The trustees wish to keep reserves as low as possible in order to maximise paying out of grants.

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

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

The reserves stand at £43,063, which is attributable to restricted and non restricted funds.

The trustees' annual report was approved on 13 September 2024 and signed on behalf of the board of trustees by:

I Cohen
Trustee

Ahavas Yisroel (Gateshead)

Independent Examiner's Report to the Trustees of Ahavas Yisroel (Gateshead)

Year ended 30 November 2023

I report to the trustees on my examination of the financial statements of Ahavas Yisroel (Gateshead) ('the charity') for the year ended 30 November 2023.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Mr C Frenkel FCCA
Independent Examiner

158 Cromwell Road
Salford
M6 6DE

Ahavas Yisroel (Gateshead)

Statement of Financial Activities

Year ended 30 November 2023

		Unrestricted funds	2023 Restricted funds	Total funds	2022 Total funds
	Note	£	£	£	£
Income and endowments					
Donations and legacies	4	68,305	—	68,305	70,481
Other income	5	7,400	—	7,400	7,500
Total income		<u>75,705</u>	<u>—</u>	<u>75,705</u>	<u>77,981</u>
Expenditure					
Expenditure on raising funds:					
Costs of raising donations and legacies	6	155	—	155	—
Expenditure on charitable activities	7,8	61,582	—	61,582	82,739
Total expenditure		<u>61,737</u>	<u>—</u>	<u>61,737</u>	<u>82,739</u>
Net income/(expenditure) and net movement in funds		<u>13,968</u>	<u>—</u>	<u>13,968</u>	<u>(4,758)</u>
Reconciliation of funds					
Total funds brought forward		8,925	20,170	29,095	33,853
Total funds carried forward		<u>22,893</u>	<u>20,170</u>	<u>43,063</u>	<u>29,095</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 7 to 14 form part of these financial statements.

Ahavas Yisroel (Gateshead)

Statement of Financial Position

30 November 2023

	Note	2023 £	£	2022 £
Fixed assets				
Tangible fixed assets	15		27,670	20,170
Current assets				
Debtors	16	2,226		2,226
Cash at bank and in hand		13,674		8,309
		<u>15,900</u>		<u>10,535</u>
Creditors: amounts falling due within one year	17	<u>(507)</u>		<u>(1,610)</u>
Net current assets			<u>15,393</u>	<u>8,925</u>
Total assets less current liabilities			<u>43,063</u>	<u>29,095</u>
Net assets			<u>43,063</u>	<u>29,095</u>
Funds of the charity				
Restricted funds			20,170	20,170
Unrestricted funds			22,893	8,925
Total charity funds	18		<u>43,063</u>	<u>29,095</u>

These financial statements were approved by the board of trustees and authorised for issue on 13 September 2024, and are signed on behalf of the board by:

I Cohen
Trustee

The notes on pages 7 to 14 form part of these financial statements.

Ahavas Yisroel (Gateshead)

Notes to the Financial Statements

Year ended 30 November 2023

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 183 Coatsworth Road, Gateshead, NE8 1SR.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements did not require management to make judgements, estimates or assumptions that affect the amounts reported.

Fund accounting

Unrestricted funds held by the charity are funds that can be used in accordance with the charitable objects at the discretion of the trustees.

Ahavas Yisroel (Gateshead)

Notes to the Financial Statements *(continued)*

Year ended 30 November 2023

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Ahavas Yisroel (Gateshead)

Notes to the Financial Statements *(continued)*

Year ended 30 November 2023

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Sefer Torah is not depreciated.

Fixtures and fittings are depreciated at 25% on a reducing balance basis.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Ahavas Yisroel (Gateshead)

Notes to the Financial Statements *(continued)*

Year ended 30 November 2023

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Donations				
Donations	68,305	68,305	70,481	70,481

5. Other income

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Rent receivable	7,400	7,400	7,500	7,500

Ahavas Yisroel (Gateshead)

Notes to the Financial Statements *(continued)*

Year ended 30 November 2023

6. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Costs of raising donations and legacies - Donations	<u>155</u>	<u>155</u>	<u>—</u>	<u>—</u>

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Social and religious activities	58,159	58,159	81,356	81,356
Support costs	<u>3,423</u>	<u>3,423</u>	<u>1,383</u>	<u>1,383</u>
	<u>61,582</u>	<u>61,582</u>	<u>82,739</u>	<u>82,739</u>

8. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	Total funds 2023 £	Total fund 2022 £
Social and religious activities	36,897	21,262	2,823	60,982	82,139
Governance costs	<u>—</u>	<u>—</u>	<u>600</u>	<u>600</u>	<u>600</u>
	<u>36,897</u>	<u>21,262</u>	<u>3,423</u>	<u>61,582</u>	<u>82,739</u>

9. Analysis of support costs

	Analysis of support costs £	Total 2023 £	Total 2022 £
General office	245	245	711
Finance costs	78	78	72
Governance costs	600	600	600
Support costs - Depreciation	<u>2,500</u>	<u>2,500</u>	<u>—</u>
	<u>3,423</u>	<u>3,423</u>	<u>1,383</u>

Ahavas Yisroel (Gateshead)

Notes to the Financial Statements *(continued)*

Year ended 30 November 2023

10. Analysis of grants

	2023 £	2022 £
Grants to institutions		
Ben Levana Trust Ltd	–	40,000
Grants under £2,500	12,262	1,336
GHC	5,000	–
T S Trust	4,000	–
	<u>21,262</u>	<u>41,336</u>
Total grants	<u>21,262</u>	<u>41,336</u>

11. Net income/(expenditure)

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

	2023 £	2022 £
Depreciation of tangible fixed assets	2,500	–
Operating lease rentals	<u>165</u>	<u>–</u>

12. Independent examination fees

	2023 £	2022 £
Fees payable to the independent examiner for:		
Independent examination of the financial statements	<u>600</u>	<u>600</u>

13. Staff costs

The average head count of employees during the year was Nil (2022: Nil).

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

14. Trustee remuneration and expenses

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

Ahavas Yisroel (Gateshead)

Notes to the Financial Statements *(continued)*

Year ended 30 November 2023

15. Tangible fixed assets

	Fixtures and fittings £	Sefer Torah £	Total £
Cost			
At 1 December 2022	–	20,170	20,170
Additions	10,000	–	10,000
At 30 November 2023	10,000	20,170	30,170
Depreciation			
At 1 December 2022	–	–	–
Charge for the year	2,500	–	2,500
At 30 November 2023	2,500	–	2,500
Carrying amount			
At 30 November 2023	7,500	20,170	27,670
At 30 November 2022	–	20,170	20,170

16. Debtors

	2023 £	2022 £
Prepayments and accrued income	2,226	2,226

17. Creditors: amounts falling due within one year

	2023 £	2022 £
Trade creditors	(693)	–
Accruals and deferred income	1,200	1,200
Other creditors	–	410
	507	1,610

18. Analysis of charitable funds

Unrestricted funds

	At 1 December 2022 £	Income £	Expenditure £	At 30 November 2023 £
General funds	8,925	75,705	(61,737)	22,893

	At 1 December 2021 £	Income £	Expenditure £	At 30 November 2022 £
General funds	13,683	77,981	(82,739)	8,925

Ahavas Yisroel (Gateshead)

Notes to the Financial Statements *(continued)*

Year ended 30 November 2023

18. Analysis of charitable funds *(continued)*

Restricted funds

	At 1 December 2022 £	Income £	Expenditure £	At 30 November 2023 £
Sefer Torah fund	20,170	—	—	20,170

	At 1 December 2021 £	Income £	Expenditure £	At 30 November 2022 £
Sefer Torah fund	20,170	—	—	20,170

19. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Tangible fixed assets	7,500	20,170	27,670
Current assets	15,900	—	15,900
Creditors less than 1 year	(507)	—	(507)
Net assets	22,893	20,170	43,063

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	—	20,170	20,170
Current assets	10,535	—	10,535
Creditors less than 1 year	(1,610)	—	(1,610)
Net assets	8,925	20,170	29,095

20. Taxation

Ahavas Yisroel (Gateshead) is a registered charity and therefore is not liable to income tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.