

CHABAD LUBAVITCH OF CAMBRIDGE

FINANCIAL STATEMENTS FOR THE YEAR ENDED 29TH FEBRUARY 2024

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TRUSTEES AND DIRECTORS:

Rabbi Dr A R Leigh
Dr M A Amior
Dr R N Duschinsky
Mr J O Levy

COMPANY REGISTRATION NUMBER: 09452396

CHARITY REGISTRATION NUMBER: 1162783

REGISTERED OFFICE:

37a Castle Street
Cambridge
CB3 0AH

INDEPENDENT EXAMINERS:

Ian W Shipley FCCA
For and on behalf of:
Prentis & Co LLP
Chartered Accountants and Independent Examiners
115c Milton Road
Cambridge
CB4 1XE

BANKERS:

Handelsbanken
Byron House
Cambridge Business Park
Cowley Road
Cambridge
CB4 0WZ

FINANCIAL STATEMENTS FOR THE YEAR ENDED 29TH FEBRUARY 2024

TRUSTEES REPORT

The trustees, who are also directors of the charity for the purposes of the Companies Act, present their annual report together with the financial statements of Chabad Lubavitch of Cambridge for the year ended 29th February 2024. The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association 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) (effective 1st January 2019).

Structure, governance and management**Governing document**

Chabad Lubavitch of Cambridge is a company limited by guarantee registered as a company and charity in England and Wales on 21st February 2015. In the event of the company being wound up members are required to contribute an amount not exceeding £10. The company was founded in 2015 and is exempt from the requirement to use the word "limited", and is registered as a charity.

The trustees during the period have been:

Rabbi Dr A R Leigh

Dr M A Amior

Dr R N Duschinsky

Mr J O Levy

Recruitment and appointment of new trustees

Appointment of trustees will be by the decision of the current trustees. New trustees will be given information about the aims of the charity and will receive training related to their responsibility from current or past trustees.

Risk management

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

Objectives and Activities

In planning our activities for the year, we kept in mind the Charity Commission's guidance on public benefit at our trustee meetings.

Chabad Lubavitch of Cambridge promotes and facilitates the advancement of education and the practice of the Jewish faith in Cambridge. The trustees intend to continue to develop these activities.

Achievements and performance

During the past year our organisation has been engaged in providing religious, educational and social services to the students and staff of the University of Cambridge as well as to the residents of Cambridge and East Anglia.

The rise in interest rates and the cost of living has put a strain on our finances, however, we are confident that we will be able to maintain the level of our services over the coming period.

With growing interest in our services we will be seeking new streams of funding in order to expand our activities and fulfil our mission to support the entire Jewish community of Cambridge and East Anglia.

Financial review

During the year the charity made a deficit of £12,807 (2023: deficit of £4,959). The charity's reserves stand at £707,817 (2023: £720,624) which mostly represents the building. The trustees are aware of the need to generate a surplus and build up a level of liquid reserves and are putting measures in place to achieve this.

Grant making policy

The charity may provide grants to organisations whose activities support its objectives. The trustees will judge each case for a grant on its merits.

FINANCIAL STATEMENTS FOR THE YEAR ENDED 29TH FEBRUARY 2024

TRUSTEES REPORT /CONTINUED

Reserves policy

The charity holds reserves in order to generate income to fund its activities and to protect the charity from unforeseen circumstances or a fall in income levels. The trustees are currently building the reserves and feel having enough to cover 6 months of direct costs in free reserves is adequate.

The reserves policy will be reviewed each year at the trustees meeting.

Plans for the future

The charity will continue to advance the education and practice of Orthodox Judaism in Cambridge as expounded by the teaching of Chabad Lubavitch.

Pay policy for key personnel

The trustees are considered to be key personnel of the charity in charge of directing and controlling the charity on a day to day basis. The trustees give their time freely and no trustees received remuneration in the year for their work as trustee. One trustee received remuneration for other work connected with the charity.

TRUSTEES' RESPONSIBILITIES STATEMENT

The trustees (who are also directors of Chabad Lubavitch of Cambridge for the purposes 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 and charity 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

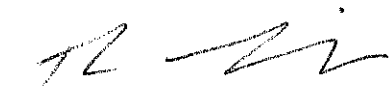
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements.
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company 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 charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the charitable company and financial information included on the charity's website.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

This report was approved by the trustees on
and signed on their behalf, by:

 18/11/24

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RABBI DR A R LEIGH
TRUSTEE

FINANCIAL STATEMENTS FOR THE YEAR ENDED 29TH FEBRUARY 2024

INDEPENDENT EXAMINERS REPORT

INDEPENDENT EXAMINERS REPORT TO THE TRUSTEES OF CHABAD LUBAVITCH OF CAMBRIDGE

I report to the charity trustees on my examination of the financial statements of Chabad Lubavitch of Cambridge for the year ended 29th February 2024, which are set out on pages 4 to 11.

RESPONSIBILITIES AND BASIS OF REPORT

As the charity's trustees of the company (and also its directors for the purpose 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 been satisfied 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 EXAMINERS' STATEMENT

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;
- (2) the accounts do not accord with those accounting records;
- (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 (FRS102)].

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.


IAN W SHIPLEY FCCA
FOR AND ON BEHALF OF:
PRENTIS & CO LLP
CHARTERED ACCOUNTANTS &
INDEPENDENT EXAMINERS

115c Milton Road
Cambridge
CB4 1XE

18th November 2024

FINANCIAL STATEMENTS FOR THE YEAR ENDED 29TH FEBRUARY 2024

STATEMENT OF FINANCIAL ACTIVITIES

	Notes	Total Funds Unrestricted 2024 £	Total Funds Unrestricted 2023 £
INCOME			
Donations and grants	2	63,864	64,611
Tuition		5,495	19,123
Investment income	3	16,531	16,675
TOTAL INCOME		<u>85,890</u>	<u>100,409</u>
EXPENDITURE			
Charitable activities	4	98,697	105,368
TOTAL EXPENDITURE		<u>98,697</u>	<u>105,368</u>
NET DEFICIT AND NET MOVEMENT IN FUNDS		(12,807)	(4,959)
Reconciliation of Funds			
Total funds brought forward		720,624	725,583
Total funds carried forward		<u>707,817</u>	<u>720,624</u>

The notes on pages 7 to 11 form part of these financial statements.

FINANCIAL STATEMENTS FOR THE YEAR ENDED 29TH FEBRUARY 2024

BALANCE SHEET

	Notes	2024 £	2023 £
FIXED ASSETS			
Tangible fixed assets	8	1,043,435	1,052,384
CURRENT ASSETS			
Debtors	9	3,493	563
Cash at bank		3,420	7,036
TOTAL CURRENT ASSETS		<u>6,913</u>	<u>7,599</u>
CREDITORS: amounts falling due within one year	10	<u>27,781</u>	<u>17,859</u>
NET CURRENT LIABILITIES		(20,868)	(10,260)
TOTAL ASSETS LESS CURRENT LIABILITIES		1,022,567	1,042,124
CREDITORS: amounts falling due after one year	11	314,750	321,500
NET ASSETS		<u>707,817</u>	<u>720,624</u>
THE FUNDS OF THE CHARITY			
Unrestricted Income funds	12	707,817	720,624
TOTAL CHARITY FUNDS		<u>707,817</u>	<u>720,624</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of Section 477(1) of the Companies Act 2006. Members have not required the company under Section 476 of the Companies Act 2006, to obtain an audit for the year ended 29th February 2024. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with Section 386 and 387 of the Companies Act 2006 and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 29th February 2024 and of its deficit for the year then ended in accordance with the requirements of Section 396 and which otherwise comply with the requirements of the Act relating to the financial statements as far as applicable to the company.

The financial statements, which have been prepared in accordance with the special provisions relating to the companies subject to the small companies regime within Part 15 of the Companies Act 2006, were approved by the board on and signed on its behalf.



18/11/24

RABBI DR A R LEIGH
TRUSTEE

The notes on pages 7 to 11 form part of these financial statements.

FINANCIAL STATEMENTS FOR THE YEAR ENDED 29TH FEBRUARY 2024

STATEMENT OF CASH FLOWS

	Notes	2024 £	2023 £
Cash flow from operating activities	14	<u>(3,616)</u>	<u>(1,316)</u>
Change in cash and cash equivalents in the year		<u>(3,616)</u>	<u>(1,316)</u>
Cash and cash equivalents brought forward		<u>7,036</u>	<u>8,352</u>
Cash and cash equivalents carried forward		<u>3,420</u>	<u>7,036</u>

FINANCIAL STATEMENTS FOR THE YEAR ENDED 29TH FEBRUARY 2024

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES**1.1 Basis of preparation of financial statements**

The financial statements have been prepared in accordance with 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 1st January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Chabad Lubavitch of Cambridge meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant policy note.

1.2 Going concern

The accounts are prepared on a going concern basis, and the trustees consider this appropriate. There are net current liabilities of £20,868 although £18,505 of current liabilities represent a 'soft' loan from one of its trustees. The charity relies on the continued support of its donors and trustees and consider this support will continue in the medium term. There is a mortgage on the property and it's repayment details are disclosed under note 11.

1.3 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the company and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by the company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

1.4 Income Recognition

All income is recognised in the statement of financial activities when the company is legally entitled to the income and the amount can be quantified with reasonable accuracy.

1.5 Expenditure Recognition

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Governance costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

FINANCIAL STATEMENTS FOR THE YEAR ENDED 29TH FEBRUARY 2024

NOTES TO THE FINANCIAL STATEMENTS

1.6 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property (excluding value of the land)	- 2% straight line
Office equipment	- 25% straight line
Fixtures and fittings	- 20% straight line

2. VOLUNTARY INCOME		Total	Total
		Unrestricted Funds	Unrestricted Funds
		2024	2023
		£	£
Donations		63,864	64,611
3. INVESTMENT INCOME		Total	Total
		Unrestricted Funds	Unrestricted Funds
		2024	2023
		£	£
Rental income		16,531	16,675
4. DIRECT COSTS		Total	Total
		Unrestricted Funds	Unrestricted Funds
		2024	2023
		£	£
Repairs		214	641
Heat and light		5,453	6,385
Rates		1,417	1,343
Travel and subsistence		3,395	2,263
Website and computer costs		2,118	1,242
Telephone		322	942
Sundry expenses		966	1,102
Interest on mortgage		25,139	15,516
Bank charges		594	646
Insurance		1,073	1,045
Depreciation		8,949	8,953
Wages and salaries		18,500	32,572
Outreach activities		22,366	22,717
Cleaning		1,148	2,586
Childcare		5,529	5,409
Governance costs (see note 5 on page 9)		1,514	1,331
Bad debt		-	675
		98,697	105,368

FINANCIAL STATEMENTS FOR THE YEAR ENDED 29TH FEBRUARY 2024

NOTES TO THE FINANCIAL STATEMENTS

5. GOVERNANCE COSTS

Total Unrestricted Funds 2024 £	Total Unrestricted Funds 2023 £
1,514	1,331

Independent examiners fees

6. NET RESOURCES EXPENDED

This is stated after charging:

Depreciation of tangible fixed assets:

- owned by charity

Independent examiners

2024 £	2023 £
8,949	8,953
1,514	1,331

7. STAFF COSTS

Staff costs were as follows:-

Wages and salaries

2024 £	2023 £
18,500	32,572

The average monthly number of employees during the period was as follows:-

Administrative

2024	2023
2	2

No employee received remuneration amounting to more than £60,000.

The key management personnel of the charity comprise the board of trustees. The total employee benefits of the key management personnel of the charity was £7,500 (2023: £12,500) paid to Rabbi Dr A R Leigh a trustee. R Leigh spouse of Rabbi Dr A R Leigh received remuneration amounting to £11,000 (2023: £12,000)

8. TANGIBLE FIXED ASSETS

YEAR ENDED 29TH FEBRUARY 2024

COST

Balance at 1st March 2023 and

Balance at 29th February 2024

Fixtures & Fittings £	Office Equipment £	Freehold Property £	Total £
1,030	4,768	1,111,009	1,116,807
DEPRECIATION			
412	3,579	60,432	64,423
206	1,189	7,554	8,949
618	4,768	67,986	73,372
412	-	1,043,023	1,043,435

FINANCIAL STATEMENTS FOR THE YEAR ENDED 29TH FEBRUARY 2024

NOTES TO THE FINANCIAL STATEMENTS

TANGIBLE FIXED ASSETScontinued	Fixtures & Fittings	Office Equipment	Freehold Property	Total
YEAR ENDED 28TH FEBRUARY 2023	£	£	£	£
COST				
Balance at 1st March 2022 and				
Balance at 28th February 2023	1,030	4,768	1,111,009	1,116,807
DEPRECIATION				
Balance at 1st March 2022	206	2,386	52,878	55,470
Charge for the year	206	1,193	7,554	8,953
Balance at 28th February 2023	412	3,579	60,432	64,423
NET BOOK VALUE AT 28th February 2023	618	1,189	1,050,577	1,052,384

All fixed assets are used for direct charitable purposes.

9. DEBTORS	2024	2023
	£	£
Other debtors	3,493	563
10. CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR	2024	2023
	£	£
Accruals	1,673	1,573
Other creditors	26,108	16,286
	27,781	17,859
11. CREDITORS AMOUNTS FALLING DUE AFTER ONE YEAR	2024	2023
	£	£
Mortgage	314,750	321,500

The mortgage has a maturity date of 5th February 2026, and is repayable after that date. The interest rate is 2.9% over LIBOR.

Security has been provided against the mortgage on 37A Castle Street, Cambridge.

12 STATEMENT OF FUNDS	Brought Forward	Income	Expenditure	Carried Forward
YEAR ENDED 29TH FEBRUARY 2024				
General Funds	£	£	£	£
General Funds	720,624	85,890	98,697	707,817
Total Unrestricted Funds	720,624	85,890	98,697	707,817
STATEMENT OF FUNDS	Brought Forward	Income	Expenditure	Carried Forward
YEAR ENDED 28TH FEBRUARY 2023				
General Funds	£	£	£	£
General Funds	725,583	100,409	105,368	720,624
Total Unrestricted Funds	725,583	100,409	105,368	720,624

FINANCIAL STATEMENTS FOR THE YEAR ENDED 29TH FEBRUARY 2024

NOTES TO THE FINANCIAL STATEMENTS

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Total Unrestricted Funds 2024 £	Total Unrestricted Funds 2023 £
Tangible fixed assets	1,043,435	1,052,384
Current assets	6,913	7,599
Creditors due within one year	(27,781)	(17,859)
Creditors due after one year	(314,750)	(321,500)
	<u>707,817</u>	<u>720,624</u>

14. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2024 £	2023 £
Net movement in funds	(12,807)	(4,959)
Add back depreciation	8,949	8,953
Increase/(decrease) in creditors	3,172	(5,422)
(Increase)/decrease in debtors	(2,930)	112
Cash flow from operating activities	<u>(3,616)</u>	<u>(1,316)</u>

16. RELATED PARTY DISCLOSURES

During the year R Leigh, wife of trustee Rabbi Dr A R Leigh received a salary on normal commercial terms and was reimbursed expenses (see note 7).

17. TRUSTEE EXPENSES

During the year trustee expenses of £NIL (2023: £8,781) were reimbursed to Rabbi Dr A R Leigh which can be summarised as follows:

	2024 £	2023 £
Administration expenses	<u>-</u>	<u>8,781</u>

During the year £4,856 of light and heat expenses were paid by Rabbi Dr A R Leigh, which will be reimbursed to the Trustee in the next financial year.