

KOL CHAI HATCH END REFORM JEWISH COMMUNITY

**REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2022**

CHARITY NO.: 299063

**KOL CHAI HATCH END REFORM JEWISH COMMUNITY
434 Uxbridge Road
Hatch End
Pinner
Middlesex HA5 4RG**

KOL CHAI HATCH END REFORM JEWISH COMMUNITY
(An unincorporated charity)

REPORT AND ACCOUNTS FOR THE YEAR ENDED 31 MAY 2022

CONTENTS

	Page
Trustees' Report	1 – 3
Independent Examiner's Report	4
Summary of Restricted Funds	5
Statement of Financial Activities	6
Balance Sheet	7
Notes to the Financial Statements	8 – 13

KOL CHAI HATCH END REFORM JEWISH COMMUNITY
(An unincorporated charity)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2022

The trustees present their report and accounts for the year ended 31 May 2022.

Objects and Organisation of the Charity and Principal Activities

Kol Chai Hatch End Reform Jewish Community is a charity established under a charitable trust and is governed by its constitution. The objects of the charity are as defined by its constitution and its principal activity is that of a synagogue and Jewish community. There is an emphasis on the educational work of the community.

The charity is organised and administered by its elected management committee and executive officers. The management committee meets each month. The executive officers, in addition to attending the management committee meetings, also meet separately every two months.

The trustees (i.e. the management committee members) have considered the major risks to which the charity is exposed.

Public Benefit

The charity's trustees have had due regard to the Charity Commission's public benefit guidance. The main objectives of the charity are the promotion, preservation and observance of Jewish tradition, and these are set to reflect our faith and community aims. The focus of our activities is the provision of plots and burial rites in accordance with tradition and arranging communal events and activities.

Development, Activities and Achievements this Year

Kol Chai Hatch End Reform Jewish Community continues to develop the breadth and depth of activities (spiritual and non-spiritual) that it offers members. The educational, social and other charitable works of the charity have continued to be pursued, although some activities have been curtailed as a result of the covid pandemic.

Balance Sheet and Statement of Financial Activities

The Statement of Financial Activities shows that for the year to 31 May 2022 the charity recorded a deficit of £11,221 (2021: a surplus of £9,348) excluding building amortisation. The Capital Reserve decreased by £7,019 which comprised building amortisation of £15,449 less £8,430 in respect of donations for the building fund and associated Gift Aid.

In accordance with our long-established charitable principles, we have continued this year to raise money for our own trust funds and to collect for the benefit of outside charities.

Our balance sheet continues to show a healthy level of net assets of £575,094 (2021: £591,923).

To minimise bank interest and charges the main operating bank account of the community holds both restricted and unrestricted funds.

Subsequent Events

There have been no significant subsequent events at the date of the signing of this report.

KOL CHAI HATCH END REFORM JEWISH COMMUNITY
(An unincorporated charity)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2022

Available Funds and Reserves

On the basis that members paying subscriptions remain broadly at the current level, and donations and fundraising efforts continue to provide additional funds, the year ahead should enable the community to operate within available resources in relation to our ongoing activities and to service our bank loan.

It is the community's policy to keep its funds on a low-risk basis in accounts of high street banks. The funds represented by reserves held for specific purposes are similarly held.

Whilst the ageing demographics of members means that membership income may decline over the coming years, the trustees continue to look at ways of introducing new members. Our balance sheet continues to show a satisfactory net asset position, and we should be able to settle bills during the period of at least 12 months following the approval of the accounts.

Risk

The major risk to the community is if membership subscription income is not sufficient to cover its expenditure. For this reason, the trustees continue to keep careful control over expenditure. The trustees endeavour to set subscriptions at a realistic level sufficient to meet routine expenditure. When setting membership subscription levels, the trustees also bear in mind that many members are on low fixed incomes, and accordingly reductions in the level of subscriptions are agreed in some cases. The treasurer monitors the cash resources of the community on a regular basis to ensure that bona fide expenditure can be settled on a prompt basis.

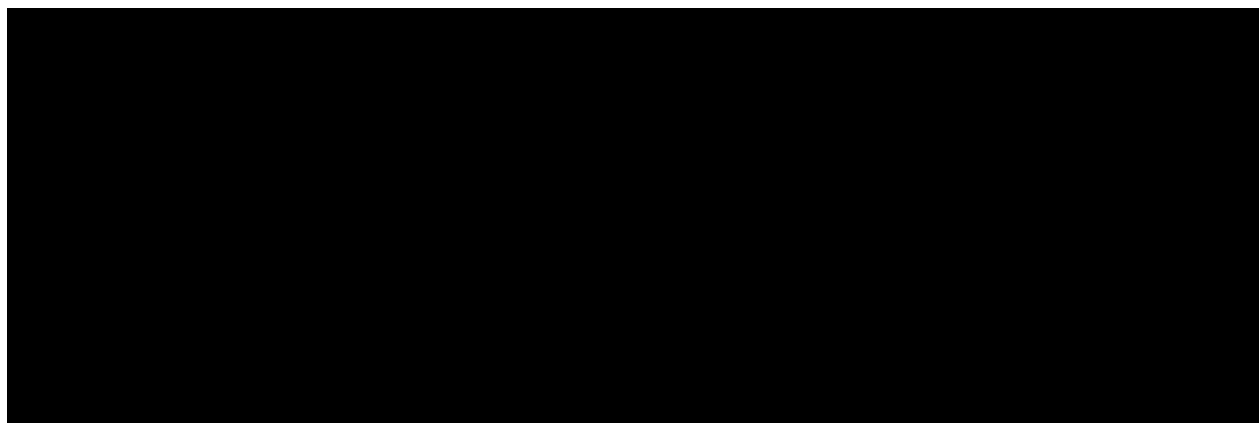
As a result of the covid pandemic, certain fundraising activities that would otherwise have taken place have had to be curtailed and although some activities have continued online, fundraising revenues have decreased to some extent.

Volunteers

The charity benefits from the substantial use of the services of volunteers, many of whom are trustees.

Trustees

The honorary officers as defined in the constitution, together with the other members of the management committee, are the trustees of the charity. There are no other trustees.



KOL CHAI HATCH END REFORM JEWISH COMMUNITY
(An unincorporated charity)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2022

The trustees are elected by the members of the community at the annual general meeting. In the event of any of these offices not being filled at the annual general meeting or falling vacant during the year, the management committee may appoint a suitable member to hold office until the next annual general meeting.

No payments have been made to the trustees in respect of services provided to the charity.

Statement of the Trustees' Responsibilities

The trustees are required by law to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and its results for that year. In preparing those financial statements, the trustees are required to:-

1. Select suitable accounting policies and apply them consistently.
2. Make judgements and estimates that are reasonable and prudent.
3. Prepare the financial statements on a going concern basis unless it is inappropriate to assume that the charity will continue in operation.

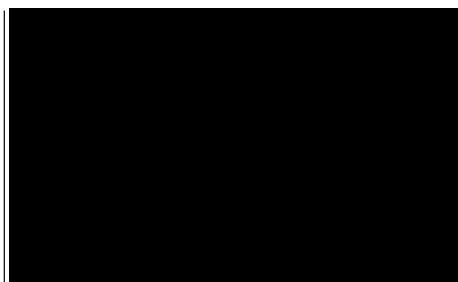
The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity.

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.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the synagogue's constitution and The Charities (Accounts and Reports) Regulations 2008.

Approval

This report was approved by the trustees and signed on their behalf on 30 September 2022.



Independent Examiner's Report to the Trustees of Kol Chai Hatch End Jewish Community

I report to the trustees on my examination of the accounts of the charity, set out on pages 5 to 13, for the year ended 31 May 2022.

Responsibilities and basis of report

As the charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

I report in respect of my examination of the charity's accounts 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.

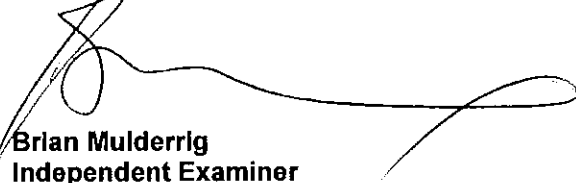
Independent Examiner's statement

The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the Institute of Chartered Accountants in England and Wales.

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

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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.



Brian Mulderrig
Independent Examiner

3.09.2022
Date.....

Gittins Mulderrig
Chartered Accountants
Registered Auditors
6 High Street
Northwood
Middlesex
HA6 1BN

KOL CHAI HATCH END REFORM JEWISH COMMUNITY
(An unincorporated charity)

SUMMARY OF RESTRICTED FUNDS AT 31 MAY 2022

	Welfare Fund	PA Fund	Educational Trust Fund	Rabbi's Discretionary Fund	World Jewry Fund	Total Restricted Funds at 31/05/2022
	Note 7	Note 8	Note 9	Note 10	Note 11	
	£	£	£	£	£	£
Incoming Resources						
Contributions and donations	0	0	0	1,610	0	1,610
High Holyday appeal	0	0	0	0	0	0
Total incoming resources						
Resources Expended						
Direct charitable expenses	0	0	0	200	0	200
Total Resources Expended						
Net incoming/(outgoing) resources for the period						
Funds as at 31 May 2021						
	2,391	866	7,702	6,476	(100)	17,335
Fund balances carried forward at 31 May 2022						

KOL CHAI HATCH END REFORM JEWISH COMMUNITY

(An unincorporated charity)

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MAY 2022

	NOTES	Restricted Funds 31/05/2022 £	Unrestricted Funds Income & Expenditure £	Capital Reserve Note 6 £	Total 31/05/2022 £	Total 31/05/2021 £
Incoming Resources						
Membership subscriptions			181,105		181,105	178,766
Income tax repayment on subscriptions & donations			38,535	1,611	40,146	54,651
Rental income			906		906	0
Contributions and donations		1,610	3,066	6,819	11,495	60,965
High Holyday appeal		0	5,769		5,769	6,280
Fundraising			11,466		11,466	4,547
Interest received			14		14	0
Furlough Grant			154		154	5,613
Total incoming resources						
Resources Expended						
Donations given	5	200	6,194		6,394	6,027
Other direct charitable expenses			27,729		27,729	16,931
Management and administration of the charity	5		233,762		233,762	212,380
Total resources expended						
Net outgoing/incoming resources for the period						
Transferred between Funds						
Building amortisation	6		15,449	-15,449		
Net funds for the period						
Fund balances brought forward		17,335	214,776	359,813	591,924	516,440
Fund balances carried forward						

KOL CHAI HATCH END REFORM JEWISH COMMUNITY
(An unincorporated charity)

BALANCE SHEET AS AT 31 MAY 2022

	NOTES	2022		2021	
		£	£	£	£
FIXED ASSETS					
Land and buildings	2		662,543		567,579
Fixtures, fittings and equipment	2		25,915		23,943
			<u>688,458</u>		<u>591,522</u>
CURRENT ASSETS					
Debtors and prepayments	3	24,764		26,980	
Bank and cash balances		<u>47,325</u>		<u>29,176</u>	
		72,089		56,156	
CREDITORS					
Amounts falling due within one year	4	<u>25,852</u>		<u>17,256</u>	
NET CURRENT ASSETS			<u>46,237</u>		<u>38,900</u>
			734,695		630,422
CREDITORS:					
Amounts falling due after more than one year			<u>159,601</u>		<u>38,499</u>
NET ASSETS			<u>575,094</u>		<u>591,923</u>
Unrestricted Funds					
Income and expenditure account	5	203,555		214,776	
Capital reserve	6	<u>352,794</u>		<u>359,813</u>	
			556,349		574,589
Restricted Funds					
Welfare fund	7	2,391		2,391	
PA fund	8	866		866	
Educational trust fund	9	7,702		7,702	
Rabbi's discretionary fund	10	7,886		6,475	
World Jewry fund	11	<u>-100</u>		<u>-100</u>	
			<u>18,745</u>		<u>17,334</u>
			<u>575,094</u>		<u>591,923</u>

KOL CHAI HATCH END REFORM JEWISH COMMUNITY
(An unincorporated charity)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2022**

1 ACCOUNTING POLICIES

Accounting Convention

These accounts have been prepared under the historical convention and in compliance with FRS102, the Financial Reporting Standard applicable in the UK, the Statement of Recommended Practice applicable to charities, effective 1 January 2019, and the Charities Act 2011.

Going Concern

The trustees consider that there are no material uncertainties over the charity's ability to continue operations and accordingly the accounts are prepared on a going concern basis.

Fund accounting

Unrestricted funds are those where there are no externally imposed restrictions and therefore are available for use at the discretion of the trustees to further any of the charity's purposes.

Restricted funds are subject to restrictions on their utilisation declared by the donor or through the terms of an appeal.

Incoming resources

All income is included in the statement of financial activities when entitlement has passed to the charity.

Resources expended

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

Tangible assets and depreciation

The freehold premises comprise the cost of the land and buildings; the buildings are amortised at 2% of cost per annum but the land is not amortised. Fixtures, fittings and equipment are depreciated at the rate of 25% of net book value per annum.

Income tax repayments

Income tax repayments on subscriptions and donations are credited to income and expenditure account only when received, or accrued for only when receipt can be anticipated with reasonable certainty.

KOL CHAI HATCH END REFORM JEWISH COMMUNITY
(An unincorporated charity)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2022**

2

FIXED ASSETS

Land and Buildings

These comprise the cost of land and buildings at Woodridings Yard, Hatch End, Pinner, Middlesex, and include legal and professional fees and other associated costs. The improvements which began in the previous year were completed in the year to 31 May 2022.

	2022 £	2021 £
Cost		
At the beginning of the year	762,033	627,622
Additions during the year	110,413	134,411
At the end of the year	<u>872,446</u>	<u>762,033</u>
Amortisation		
At the beginning of the year	194,454	183,974
Charge for the year	15,449	10,480
At the end of the year	<u>209,903</u>	<u>194,454</u>
Net Book Value		
At the beginning of the year	<u>567,579</u>	<u>443,648</u>
At the end of the year	<u>662,543</u>	<u>567,579</u>
Fixtures, fittings and equipment		
Cost		
At the beginning of the year	69,056	43,726
Additions during the year	10,611	25,330
At the end of the year	<u>79,667</u>	<u>69,056</u>
Depreciation		
At the beginning of the year	45,113	37,132
Charge for the year	8,639	7,981
At the end of the year	<u>53,752</u>	<u>45,113</u>
Net Book Value		
At the beginning of the year	<u>23,943</u>	<u>6,594</u>
At the end of the year	<u>25,915</u>	<u>23,943</u>

KOL CHAI HATCH END REFORM JEWISH COMMUNITY
(An unincorporated charity)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2022**

	2022	2021
	£	£
3 <u>DEBTORS AND PREPAYMENTS</u>		
Income tax repayments	5,679	16,343
Subscriptions in arrears	448	1,399
Other debtors and prepayments	<u>18,637</u>	<u>9,238</u>
	<u><u>24,764</u></u>	<u><u>26,980</u></u>
 4 <u>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u>		
Taxation and Social Security	1,765	1,706
Subscriptions received in advance	5,426	5,674
Other creditors and accruals	15,655	7,495
Bank loan	<u>3,006</u>	<u>2,381</u>
	<u><u>25,852</u></u>	<u><u>17,256</u></u>
 <u>CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</u>		
Bank loan	<u><u>159,601</u></u>	<u><u>38,499</u></u>

To assist in the financing of improvements to the synagogue building, the community entered into a loan agreement with Kingdom Bank. The maximum loan facility amounted to £215,000, of which the total amount utilised amounted to £170,963, drawn down in 4 instalments between May 2021 and September 2021. The loan is repayable by monthly instalments of capital and interest over a 30 year period. Interest is charged at a variable rate, which stood at 4.90% at the date of approval of these accounts.

KOL CHAI HATCH END REFORM JEWISH COMMUNITY
(An unincorporated charity)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2022**

5 INCOME AND EXPENDITURE ACCOUNT

	2022	2021
	£	£
Surplus brought forward	214,776	205,428
Deficit for the year	-26,670	-1,132
	<u>188,106</u>	<u>204,296</u>
Transfer ex Capital Reserve (Note 6) - Building Amortisation	15,449	10,480
Surplus carried forward	<u><u>203,555</u></u>	<u><u>214,776</u></u>
 <u>Expenses</u> (see Page 6)		
Salaries, fees and National Insurance	107,929	111,558
Jewish Joint Burial Society	22,337	22,800
Reform Judaism membership levy	22,665	29,230
Board of Deputies fees	495	495
Insurance	3,416	3,358
Printing, postage and stationery (incl. Koleinu)	8,111	9,685
Books	607	0
Bank charges and interest	3,741	3,855
Building services, maintenance and renewals	19,224	1,117
Sundry expenses	5,098	1,665
Depreciation and amortisation	24,088	18,461
Loan interest	5,734	49
Rabbi's expenses	1,937	1,628
Membership of Citizens UK	2,000	2,060
Independent examination of accounts	1,200	1,250
Computer and database expenses	5,180	5,169
	<u>233,762</u>	<u>212,380</u>
 <u>Other Direct Charitable Expenses</u>		
Religion School expenses (incl. salaries & national insurance)	14,080	14,518
High Holyday services and other religious services	10,540	2,413
Fundraising costs	3,109	0
	<u><u>27,729</u></u>	<u><u>16,931</u></u>

KOL CHAI HATCH END REFORM JEWISH COMMUNITY
(An unincorporated charity)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2022**

	2022 £	2021 £
6 <u>CAPITAL RESERVE</u>		
Balance brought forward	359,813	295,751
Amortisation on building (note 2)	-15,449	-10,480
Donations received in the year re building works	6,819	59,666
Gift Aid relating to donations re building works	1,611	14,876
Balance carried forward	<u>352,794</u>	<u>359,813</u>

7 WELFARE FUND

The Welfare Fund was established to allow the trustees to make specific donations, as they see fit, to needy causes in the community. These funds represent donations specifically designated for this purpose.

	2022 £	2021 £
Balance brought forward and carried forward	<u>2,391</u>	<u>2,391</u>
Represented by:		
Bank and cash balances	<u>2,391</u>	<u>2,391</u>

8 PA FUND

The Parents' Association (PA) Fund was established to support the activities of the religion school. Funds are raised from specific donations and fundraising events.

	2022 £	2021 £
Balance brought forward and carried forward	<u>866</u>	<u>866</u>
Represented by:		
Bank and cash balances	<u>866</u>	<u>866</u>

KOL CHAI HATCH END REFORM JEWISH COMMUNITY
(An unincorporated charity)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2022**

9 EDUCATIONAL TRUST FUND

The Educational Trust Fund, founded in the memory of one of our early members, is available to sponsor any member participating in a course or event intended to further Jewish learning or identity. The fund receives specific donations.

	2022 £	2021 £
Brought forward and carried forward	<u>7,702</u>	<u>7,702</u>
Represented by:		
Bank and cash balances	<u>7,702</u>	<u>7,702</u>

10 RABBI'S DISCRETIONARY FUND

The Rabbi's Discretionary Fund was established to allow the rabbi to make specific donations for charitable purposes, as he or she sees fit. The fund represents donations for this purpose from both inside and outside the Community.

	2022 £	2021 £
Balance brought forward	6,476	4,403
Donations made in the year	-200	-1,000
Donations received in the year	1,610	3,073
Balance carried forward	<u>7,886</u>	<u>6,476</u>
Represented by:		
Bank and cash balances	<u>7,886</u>	<u>4,402</u>

11 WORLD JEWRY

	2022 £	2021 £
Brought forward and carried forward	<u>-100</u>	<u>-100</u>
Represented by:		
Bank and cash balances	<u>-100</u>	<u>-100</u>