

JEWISH TEACHERS' TRAINING COLLEGE

England & Wales · Charity number 527404

Details

Other names	Beth Midrash Lemoroth
Status	Registered
Legal form	Other
Registered	1965-01-25
Register	View on the Charity Commission register

Contact

Address	Jewish Teachers Training College 50 Bewick Road Gateshead NE8 4HB
Phone	01914772620
Email	gatesheadsem@gmail.com

Activities

Objects: A) TO TRAIN TEACHERS AND ORGANISERS OF TORAH EDUCATION; B) TO PROVIDE ADVANCED COURSES OF STUDY FOR THOSE DESIRING A COMPREHENSIVE JEWISH EDUCATION.

Activities: The charity's activities involve the training of students in Torah education in order that they can take up positions within the UK and abroad.

Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services, Other Charitable Activities
- **What:** Education/training
- **Who:** People Of A Particular Ethnic Or Racial Origin

Geography

- Gateshead

Finances

Period end	Income	Expenditure	Assets	Employees
2025-07-31	£3,812,169	£3,026,248	£9,016,261	41
2024-07-31	£3,204,517	£2,922,941	£8,230,339	41
2023-07-31	£3,132,932	£2,688,082	£7,948,762	40
2022-07-31	£3,008,079	£2,737,989	£7,503,912	41
2021-07-31	£3,103,073	£2,488,147	£7,233,822	41
2020-07-31	£2,748,341	£2,063,138	£6,618,896	42

Trustees

Name	Role	Appointed
RABBI J. GRUNFELD		
Simcha Kohn		

JEWISH TEACHERS' TRAINING COLLEGE

England & Wales - Charity number 527404

Accounts

Charity registration number 527404 (England and Wales)

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2024

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
LEGAL AND ADMINISTRATIVE INFORMATION**

Trustees	Rabbi S Kohn Rabbi J Grunfeld
Charity number	527404
Principal address	50 Bewick Road Gateshead Tyne and Wear NE8 4DQ
Auditor	Sumer Auditco Limited Unit 2 Gosforth Park Avenue Newcastle upon Tyne NE12 8EG
Bankers	Lloyds Bank plc PO Box 1000 BX1 1LT
Solicitors	Mincoffs Solicitors LLP 5 Osborne Terrace Newcastle upon Tyne NE2 1SQ

BETH MIDRASH LEMOROTH (JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD) CONTENTS

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BETH MIDRASH LEMOROTH (JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD) TRUSTEES' REPORT FOR THE YEAR ENDED 31 JULY 2024

The trustees present their annual report and financial statements for the year ended 31 July 2024.

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 governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "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)".

Objectives and activities

Charitable Objects

The objects of the College are:

- a) To train teachers and organisers of Torah education.
- b) To provide advanced courses of study for those desiring a comprehensive Jewish education.

Aims

We aim to provide a first-class Torah education to girls from the ages of 16 to 21. We seek to provide a structured educational environment that develops our pupils' capabilities, competences and skills. We promote the academic, moral and social development of our pupils through our academic curriculum, pastoral care and other activities. We provide an educational environment where each student can develop and fulfil her potential, building her self-confidence and inculcating a desire to contribute to the wider community. In doing so, we prepare our pupils for the opportunities, responsibilities and experience of later life.

In setting our objectives and planning our activities our trustees have given careful consideration to the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education and on fee-charging.

OUR POLICIES

Access Policy

It is important to us that access to the education we offer is not restricted to those who can afford our fees. We believe our pupils benefit from learning within a diverse community. A great deal of learning occurs through social interaction, conversation and shared experiences which helps our pupils develop an understanding of the perspectives of other people that will be vital in their adult lives.

Bursary Policy

Our bursary policy contributes to a widening of access to the education we offer and the facilities we enjoy. The trustees view our bursary awards as important in helping to ensure children from families who would otherwise not be able to afford the fees can access the education we offer. Our bursary awards are available to all who meet our general entry requirements and are made solely on the basis of parental means or to relieve hardship where a pupil's education and future prospects would otherwise be at risk for example in the case of redundancy.

In assessing means we take a number of factors into consideration including family income and family circumstances for example dependent relatives and the number of siblings. However, our college does not have a large endowment and in funding our awards we have to be mindful that we must ensure a balance between fee-paying parents, many of whom make considerable personal sacrifices to fund their child's education, and those benefiting from the awards.

The bursary awards range from 10% to 50% remission of fees. We also subsidise co-curricular activities and college trips. Information about fee assistance through bursaries is provided to all applying.

The progress of pupils receiving bursary awards is reviewed at least annually to ensure their progress is in line with their abilities. No bursary awards were withdrawn in the year as a result of reviews.

Financial Planning Policy

Timely financial planning is often the key for many parents who are hoping to send their children to the College and an Interest Free Fees Plan is available to help those who wish to fund educational costs through regular contributions.

BETH MIDRASH LEMOROTH (JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD) TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

Public benefit

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

A summary of the results and movements of funds for the year are shown in the Statement of Financial Activities on page 8.

Pupil Numbers and Fees

Pupil numbers at our college were 478. Our fees for the current year before the deduction of any bursaries were £10,800 per annum and are due to rise to £11,100 per annum in 2024/25.

Academic

The College has been successful in obtaining official accreditation of the first two years of its Torah Studies course through a partnership with ATHE. Students who complete the course successfully will receive the Ofqual recognised "Diploma in Torah Studies", which is worth 100 UK credits and will count towards further studies for any student wishing to continue on to Higher Education. Students who wish to can take the "Extended Diploma in Torah Studies" in the third year, which will be worth a total of 150 credits. The college also provides, in collaboration with Gateshead College, a recognised level 3 qualification in Child Care / Classroom Assistant and a level 4 Teaching Assistant qualification for third year students who wish to avail themselves of this, as well as a number of optional A Levels for students who wish to take them.

The College has maintained a partnership with TTI, an organisation in the United States, which was established in 2004 to provide an opportunity for interested individuals to demonstrate their Judaic knowledge on proficiency examinations that measure college comparable coursework as confirmed through an assessment by National PONSI. Students who are successful on this programme will be awarded a B.A. from Woodmont College in the US, on the basis of their current studies. This award is rated by NARIC as the equivalent of a B.A. awarded in the U.K.

Community Service

Pupils also take part in practical voluntary service in the local community. Through this opportunity to serve others, our pupils also gain educationally through a meaningful interaction with those outside our School community.

Community Access

We see JTTC as part of a wider community and where we can assist the community without detriment to advancing the education of our pupils we are delighted to do so. The Keser Primary School, Keser Torah Primary School, Gateshead Mechina, Gateshead Ladies Society, Zeirei Agudas Yisrael, Ba'er HaTorah College, Gateshead Cheder, Haskel Special Needs School, SPLASH Special Needs Care and Ateres High School all made regular use of our multi-purpose facilities, free of charge, out of school hours.

In addition, we encourage our pupils to give their services, free of charge, to the local Primary School and High School as well as the Beth Jacob Organisation, organising and producing all the different aspects of their respective annual shows. They also volunteer to assist in the setting up of the JCCG function hall for events such as weddings.

A number of our students act as general classroom assistants in local schools.

BETH MIDRASH LEMOROTH (JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD) TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

Financial review

As a charity the parents of our pupils have the assurance that all the income of the school must be applied for educational purposes. As an educational charity we enjoy tax exemption on our educational activities and on our investment income and gains provided these are applied for our charitable aims. As a Charity we are also entitled to an 80% reduction on our business rates on the property we occupy for our charitable purposes. The financial benefits we receive from these tax exemptions are all applied for educational purposes and directly help us to maintain our bursary policies.

However, as an educational charity, we are unable to reclaim VAT input tax on our costs as we are exempt for VAT purposes. We also pay tax as an employer through the national insurance contributions we make.

In addition to the very substantial benefits our School brings to our pupils, the local community and society through the education we offer, our bursary programme creates a social asset without cost to the Exchequer.

Total income for the period ended 31 July 2024 was £3,206,517 (2023: £3,132,932)

The Charity reported a surplus of £281,576 (2023: £444,850). The balance sheet shows total funds carried forward of £8,230,339 (2023: £7,948,762).

Free reserves (being those not tied up in fixed assets, designated or restricted funds) of negative £1,305,440 (2023: £973,135 negative) are held within unrestricted funds.

Results for the year

As mentioned earlier the College fees were increased again this year. The charity continues to monitor expenditure carefully but is particular not to compromise student welfare and comfort in a bid to cut costs. It therefore seeks best value, even if this does result in a modest increase in expenditure. This financial year a modest investment has been made in the repair and maintenance of the school's assets.

Reserves policy

The trustees have reviewed the level of reserves held by the charity. The review has concluded that to allow the charity to be managed efficiently and to provide a buffer for uninterrupted services the level of free reserves, being those not tied up in fixed assets, should to be maintained at not less than six months expenditure, although it is acknowledged that this is not the current position.

Investment Policy

The trustees adopt a prudent approach in respect of the total investment return. Funds are invested so as to maximise income without placing the capital invested at risk.

The trustees has assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Major risks

The trustees has assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Plans for future periods

The new classrooms and bedrooms continue to provide much improved and spacious learning and living environments. Work is currently under way to increase the number of tutorial rooms and also to further develop and improve existing tutorial rooms due to the increased number of courses now offered.

Structure, governance and management

Governing Document

The charity was established by a Constitution document dated October 1944 and is registered with the Charity Commission, number 527404.

BETH MIDRASH LEMOROTH (JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD) TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

Trustees

The trustees who served during the year were:

Rabbi S Kohn

Rabbi J Grunfeld

Governing Body

The trustees are legally responsible for the overall management of the college. The day to day running of the college is undertaken by the trustees and the senior teaching staff. The trustees are aware of the need to follow best practice and are actively reviewing the organisational structure of the college and the method by which new trustees are appointed. This review is ongoing.

Statement of trustees' responsibilities

The trustees 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).

The law applicable to charities in England and Wales 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 of the charity 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 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 sufficient 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 Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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 trustees' report was approved by the Board of Trustees.

Signed by:



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Rabbi S Kohn

Trustee

23 May 2025

Date:

BETH MIDRASH LEMOROTH (JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD) INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF BETH MIDRASH LEMOROTH

Opinion

We have audited the financial statements of Beth Midrash Lemoroth (the 'charity') for the year ended 31 July 2024 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including a summary of 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 charity's affairs as at 31 July 2024 and of its incoming resources and application of resources, 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 Charities Act 2011.

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 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE TRUSTEES OF BETH MIDRASH LEMOROTH**

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees 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 cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Capability of the audit in detecting irregularities, including fraud

Based on our understanding of the charitable company and the sector in which it operates, we identified that the following laws and regulations are significant to the entity:

- Those laws and regulations considered to have a direct effect on the financial statements including UK financial reporting standards and Charity Act 2011, Employment and Pension legislation.
- Those laws and regulations for which non-compliance may be fundamental to the operating aspects of the charity and therefore may have a material effect on the financial statements include compliance with charitable objectives, public benefit, fundraising regulations, safeguarding, data protection and health and safety legislation.

These matters were discussed amongst the engagement team at the planning stage and the team remained alert throughout the audit.

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: inquiries of management and the Trustees as to whether the entity complies with such laws and regulations; enquiries with the same concerning any actual or potential litigation or claims; inspection of relevant legal correspondence and legal costs incurred; review of Trustee meeting minutes; testing the appropriateness of journal entries; and the performance of analytical review to identify unexpected movements in account balances which may be indicative of fraud.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

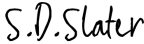
A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE TRUSTEES OF BETH MIDRASH LEMOROTH**

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Signed by:


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**Mr Stephen Slater (Senior Statutory Auditor)
for and on behalf of Sumer Auditco Limited
Statutory Auditor
Unit 2
Newcastle upon Tyne
NE12 8EG**

23 May 2025

Date:

Sumer Auditco Limited is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 JULY 2024

		Unrestricted funds 2024 £	Unrestricted funds 2023 £
	Notes		
Income and endowments from:			
Donations and legacies	3	1,045,546	796,701
Charitable activities	4	2,129,635	2,330,962
Investments	5	9,176	5,269
Other income	6	20,160	-
		<hr/>	<hr/>
Total income		3,204,517	3,132,932
		<hr/>	<hr/>
Expenditure on:			
Raising funds	7	-	921
Charitable activities	8	2,922,941	2,687,161
		<hr/>	<hr/>
Total resources expended		2,922,941	2,688,082
		<hr/>	<hr/>
Net income for the year/ Net movement in funds		281,576	444,850
Fund balances at 1 August 2023		7,948,763	7,503,912
		<hr/>	<hr/>
Fund balances at 31 July 2024		8,230,339	7,948,762
		<hr/> <hr/>	<hr/> <hr/>

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

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

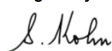
**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
BALANCE SHEET
AS AT 31 JULY 2024**

	Notes	2024		2023	
		£	£	£	£
Fixed assets					
Tangible assets	14		9,253,079		8,638,197
Investment property	15		283,700		283,700
			<u>9,536,779</u>		<u>8,921,897</u>
Current assets					
Debtors	16	63,535		49,387	
Cash at bank and in hand		228,108		467,668	
		<u>291,643</u>		<u>517,055</u>	
Creditors: amounts falling due within one year	18	(476,977)		(323,599)	
Net current (liabilities)/assets			<u>(185,334)</u>		<u>193,456</u>
Total assets less current liabilities			<u>9,351,445</u>		<u>9,115,353</u>
Creditors: amounts falling due after more than one year	19		(1,121,106)		(1,166,591)
Net assets			<u>8,230,339</u>		<u>7,948,762</u>
The funds of the charity					
General unrestricted funds			3,675,335		3,393,758
Revaluation reserve			4,555,004		4,555,004
			<u>8,230,339</u>		<u>7,948,762</u>

23 May 2025

The financial statements were approved by the trustees on

Signed by:



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Rabbi S Kohn
Trustee

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 JULY 2024

	Notes	2024 £	£	2023 £	£
Cash flows from operating activities					
Cash generated from operations	24		615,964		491,708
Investing activities					
Purchase of tangible fixed assets		(833,768)		(442,163)	
Investment income received		9,176		5,269	
Net cash used in investing activities			(824,592)		(436,894)
Financing activities					
Repayment of bank loans		(57,613)		(64,747)	
Payment of finance leases obligations		26,681		-	
Net cash used in financing activities			(30,932)		(64,747)
Net decrease in cash and cash equivalents			(239,560)		(9,933)
Cash and cash equivalents at beginning of year			467,668		477,601
Cash and cash equivalents at end of year			228,108		467,668

BETH MIDRASH LEMOROTH

(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2024

1 Accounting policies

Charity information

Beth Midrash Lemoroth is a unincorporated charity established by a Constitution dated October 1944 and is registered with the Charity Commission, number 527404.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "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)". The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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 accounts have been prepared under the historical cost convention, modified to include investment properties and certain financial instruments at fair value. 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.

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.

All income from fees, scholarships, grants and donations is recognised when received

Government grants are recognised at the fair value of the asset received receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received. A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

Rental income from operating leases (net of any incentives given to the lessees) is recognised on a straight-line basis over the lease term.

All interest receivable is accounted for on an accruals basis.

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

1 Accounting policies **(Continued)**

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

All expenditure is included on an accruals basis and is recognised where there is a legal or constructive obligation to pay for expenditure. All costs have been directly attributed to one of the functional categories of resources expended in the Statement of Financial Activities. The charity is not registered for VAT and accordingly expenditure is shown gross of irrecoverable VAT.

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	5% reducing balance
Fixtures and fittings	15% reducing balance
Central heating installation	15% reducing balance
New classroom building	5% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Investment property

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

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.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024**

1 Accounting policies (Continued)

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

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

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.

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.

1.12 Retirement benefits

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

1.13 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to net income/(expenditure) for the year so as to produce a constant periodic rate of interest on the remaining balance of the liability.

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.

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

2 Critical accounting estimates and judgements

(Continued)

Critical judgements

The following judgements (apart from those involving estimates) have had the most significant effect on amounts recognised in the financial statements.

Assessing indicators of impairment

In assessing whether there have been any indicators of impairment of assets, the Trustees have considered both external and internal sources of information such as market conditions and experience of recoverability.

Key sources of estimation uncertainty

Determining residual values and useful economic lives of tangible fixed assets

The Charity depreciates tangible fixed assets over their estimated useful lives. The estimation of the useful lives of assets is based on historical performance as well as expectations about future use and therefore requires estimates and assumptions to be applied by management. The actual lives of these assets can vary depending on a variety of factors, including technological innovation, product life cycles and maintenance programmes.

Judgement is applied by Trustees when determining the residual values for tangible fixed assets. When determining the residual value Trustees aim to assess the amount that the Charity would currently obtain for the disposal of the asset, if it were already of the condition expected at the end of its useful economic life.

The carrying amount of tangible assets at the reporting end date was £9,253,079 (2023: £8,638,197).

3 Donations and legacies

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Donations and gifts	256,195	156,665
Grants receivable	789,351	640,036
	<u>1,045,546</u>	<u>796,701</u>
Grants receivable for core activities		
Other	789,351	640,036
	<u>789,351</u>	<u>640,036</u>

4 Charitable activities

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Fees and scholarships	2,129,635	2,330,962
	<u>2,129,635</u>	<u>2,330,962</u>

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024**

5 Investments

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Rental income	8,104	3,464
Interest receivable	1,072	1,805
	<u>9,176</u>	<u>5,269</u>

6 Other income

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Other income	20,160	-
	<u>20,160</u>	<u>-</u>

7 Expenditure on raising funds

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Fundraising and publicity		
Advertising	-	921
	<u>-</u>	<u>921</u>

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

8 Charitable activities

	Unrestricted funds	Unrestricted funds
	2024	2023
	£	£
Staff costs	1,147,870	1,127,452
Depreciation and impairment	218,886	201,392
Student meals	415,250	387,548
Kitchen disposables	52,107	49,603
Accreditation fees	62,301	60,280
Cleaning and gardening	121,873	72,714
Premises costs	248,673	217,952
Repairs and maintenance	115,933	86,524
Printing, postage, stationery and telephone	45,382	43,419
Staff and teacher training	53,191	53,456
Travelling expenses	56,559	48,425
Bank and loan costs	96,894	75,460
Legal and professional	14,492	9,901
Hire of hall and equipment	7,821	13,141
Security costs	209,866	186,005
Sundry expenses	43,675	43,737
	<u>2,910,773</u>	<u>2,677,009</u>
Share of governance costs (see note 9)	12,168	10,152
	<u>2,922,941</u>	<u>2,687,161</u>

9 Support costs allocated to activities

	Charitable activities	Total
	2024	2023
	£	£
Governance	12,168	10,152
	<u>12,168</u>	<u>10,152</u>
Governance costs comprise:	2024	2023
	£	£
Audit fees	4,200	3,420
Accountancy	7,968	6,732
	<u>12,168</u>	<u>10,152</u>

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

10 Net movement in funds	2024	2023
	£	£
The net movement in funds is stated after charging/(crediting):		
Fees payable to the charity's auditor:		
- for the audit of the charity's financial statements	4,200	3,420
- for other financial services	7,968	6,732
Depreciation of owned tangible fixed assets	218,886	201,392
	<u> </u>	<u> </u>

11 Trustees

None of the trustees (or any persons connected with them) received any expenses from the charity during the year.

Rabbi S Kohn is also employed as Principal to the college and is paid as such. These payments are included in the figures disclosed in note 12 to the accounts. No trustee received remuneration in their capacity as a trustee of the charity, either in the current or prior year.

12 Employees

The average monthly number of employees during the year was:

	2024	2023
	Number	Number
Teaching staff	25	25
Administration	4	3
Domestic	5	5
Catering	6	6
Pension	1	1
	<u> </u>	<u> </u>
Total	41	40
	<u> </u>	<u> </u>

Employment costs

	2024	2023
	£	£
Wages and salaries	1,043,321	1,021,574
Social security costs	84,999	85,512
Other pension costs	19,550	20,366
	<u> </u>	<u> </u>
	1,147,870	1,127,452
	<u> </u>	<u> </u>

The number of employees whose annual remuneration was more than £60,000 is as follows:

	2024	2023
	Number	Number
£60,000 to £69,999	1	1
£70,000 to £79,999	1	1
	<u> </u>	<u> </u>

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

12 Employees

(Continued)

Remuneration of key management personnel

The remuneration of key management personnel was as follows:

	2024	2023
	£	£
Aggregate compensation	43,646	43,741

Rabbi S Kohn is a trustee of the charity, for which he is not remunerated. He is remunerated for his role as Principal of the college. Total remuneration, including employers national insurance contributions and employers pension, £43,646 (2023: £43,741).

13 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

14 Tangible fixed assets

	Freehold land and buildings	Assets under construction	Fixtures and fittings	Central heating installation	New classroom building	Total
	£	£	£	£	£	£
Cost or valuation						
At 1 August 2023	5,752,573	371,941	1,297,344	60,636	2,549,499	10,031,993
Additions	-	603,698	230,070	-	-	833,768
At 31 July 2024	5,752,573	975,639	1,527,414	60,636	2,549,499	10,865,761
Depreciation and impairment						
At 1 August 2023	82,931	-	948,830	51,972	310,063	1,393,796
Depreciation charged in the year	20,432	-	84,975	1,300	112,179	218,886
At 31 July 2024	103,363	-	1,033,805	53,272	422,242	1,612,682
Carrying amount						
At 31 July 2024	5,649,210	975,639	493,609	7,364	2,127,257	9,253,079
At 31 July 2023	5,669,642	371,941	348,514	8,664	2,239,436	8,638,197

Land and buildings with a carrying amount of £5,261,000 were revalued in the 2018 financial year by the trustees on the basis of market value. In the opinion of the trustees, the market value of the land and buildings has not significantly changed since their revaluation.

At 31 July 2024, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £493,065 (2023: £519,016).

All of the above tangible fixed assets were used for charitable purposes.

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

15 Investment property

2024
£

Fair value

At 1 August 2023 and 31 July 2024

283,700

Investment property comprises of two properties owned by the charity which are held for rental returns and not for charitable purposes.

The fair value of investment properties has been determined by the trustees on the basis of market value.

16 Debtors

	2024	2023
	£	£
Amounts falling due within one year:		
Trade debtors	8,250	2,000
Other debtors	29,017	26,733
Prepayments and accrued income	26,268	20,654
	<u>63,535</u>	<u>49,387</u>

17 Loans and overdrafts

	2024	2023
	£	£
Bank loans	1,178,495	1,236,108
	<u>1,178,495</u>	<u>1,236,108</u>
Payable within one year	69,517	69,517
Payable after one year	1,108,978	1,166,591
	<u>1,178,515</u>	<u>1,236,116</u>

The long-term loans are secured by fixed charges over freehold land and buildings at 30, 42, 52/52A, 54, 58, 62/62A, 56 and 24 Bewick Road, Gateshead dated 23 December 2021. The loan relates to a fixed-term loan facility of 20 years, which is denominated in pounds sterling with a nominal interest rate of 2.75% over the Bank of England base rate at the time. The loan is repayable in equal instalments up to January 2042.

18 Creditors: amounts falling due within one year

		2024	2023
	Notes	£	£
Bank loans	17	69,517	69,517
Obligations under finance leases		14,553	-
Other taxation and social security		89,484	19,427
Trade creditors		184,919	137,542
Other creditors		74,421	66,437
Accruals and deferred income		44,083	30,676
		<u>476,977</u>	<u>323,599</u>

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

18 Creditors: amounts falling due within one year **(Continued)**

Hire purchase obligations - £14,553 (2023: £nil) are secured against the assets to which the agreements relate.

19 Creditors: amounts falling due after more than one year

	Notes	2024 £	2023 £
Bank loans	17	1,108,978	1,166,591
Obligations under finance leases		12,128	-
		<u>1,121,106</u>	<u>1,166,591</u>

Hire purchase obligations - £12,128 (2023 - nil) are secured against the assets to which the agreements relate.

20 Retirement benefit schemes

	2024 £	2023 £
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	<u>19,550</u>	<u>20,366</u>

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

21 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 August 2023 £	Incoming resources £	Resources expended £	At 31 July 2024 £
General funds	<u>7,948,763</u>	<u>3,204,517</u>	<u>(2,922,941)</u>	<u>8,230,339</u>
Previous year:				
	At 1 August 2022 £	Incoming resources £	Resources expended £	At 31 July 2023 £
General funds	<u>7,503,912</u>	<u>3,132,932</u>	<u>(2,688,082)</u>	<u>7,948,762</u>

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024**

22 Analysis of net assets between funds

	Unrestricted funds 2024 £
At 31 July 2024:	
Tangible assets	9,253,079
Investment properties	283,700
Current assets/(liabilities)	(185,334)
Long term liabilities	(1,121,106)
	<u>8,230,339</u>

	Unrestricted funds 2023 £
At 31 July 2023:	
Tangible assets	8,638,197
Investment properties	283,700
Current assets/(liabilities)	193,456
Long term liabilities	(1,166,591)
	<u>7,948,762</u>

23 Related party transactions

Transactions with related parties

During the year the charity entered into the following transactions with related parties:

Six family members of one of the trustees received remuneration, including employers national insurance contributions and employers pension totalling £141,459 (2023: £140,884).

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

24	Cash generated from operations		2024	2023
			£	£
	Surplus for the year		281,576	444,850
	Adjustments for:			
	Investment income recognised in statement of financial activities		(9,176)	(5,269)
	Depreciation and impairment of tangible fixed assets		218,886	201,392
	Movements in working capital:			
	(Increase)/decrease in debtors		(14,147)	4,801
	Increase/(decrease) in creditors		138,825	(154,066)
	Cash generated from operations		615,964	491,708
25	Analysis of changes in net (debt)/funds			
		At 1 August	Cash flows	At 31 July
		2023		2024
		£	£	£
	Cash at bank and in hand	467,668	(239,560)	228,108
	Loans falling due within one year	(69,517)	-	(69,517)
	Loans falling due after more than one year	(1,166,591)	57,613	(1,108,978)
	Obligations under finance leases	-	(26,681)	(26,681)
		(768,440)	(208,628)	(977,068)

JEWISH TEACHERS' TRAINING COLLEGE

England & Wales - Charity number 527404

Accounts

Charity registration number 527404

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2023

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
LEGAL AND ADMINISTRATIVE INFORMATION**

Trustees	Rabbi S Kohn Rabbi J Grunfeld
Charity number	527404
Principal address	50 Bewick Road Gateshead Tyne and Wear NE8 4DQ
Auditor	Sumer Auditco Limited Unit 2, Gosforth Park Avenue Newcastle upon Tyne NE12 8EG
Bankers	Lloyds Bank plc PO Box 1000 BX1 1LT
Solicitors	Mincoffs Solicitors LLP 5 Osborne Terrace Newcastle upon Tyne NE2 1SQ

BETH MIDRASH LEMOROTH (JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD) CONTENTS

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BETH MIDRASH LEMOROTH (JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD) TRUSTEES' REPORT FOR THE YEAR ENDED 31 JULY 2023

The trustees present their annual report and financial statements for the year ended 31 July 2023.

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 [governing document], the Charities Act 2011 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 1 January 2019).

Objectives and activities

Charitable Objects

The objects of the College are:

- a) To train teachers and organisers of Torah education.
- b) To provide advanced courses of study for those desiring a comprehensive Jewish education.

Aims

We aim to provide a first-class Torah education to girls from the ages of 16 to 21. We seek to provide a structured educational environment that develops our pupils' capabilities, competences and skills. We promote the academic, moral and social development of our pupils through our academic curriculum, pastoral care and other activities. We provide an educational environment where each student can develop and fulfil her potential, building her self-confidence and inculcating a desire to contribute to the wider community. In doing so, we prepare our pupils for the opportunities, responsibilities and experience of later life.

In setting our objectives and planning our activities our trustees have given careful consideration to the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education and on fee-charging.

OUR POLICIES

Access Policy

It is important to us that access to the education we offer is not restricted to those who can afford our fees. We believe our pupils benefit from learning within a diverse community. A great deal of learning occurs through social interaction, conversation and shared experiences which helps our pupils develop an understanding of the perspectives of other people that will be vital in their adult lives.

Bursary Policy

Our bursary policy contributes to a widening of access to the education we offer and the facilities we enjoy. The trustees view our bursary awards as important in helping to ensure children from families who would otherwise not be able to afford the fees can access the education we offer. Our bursary awards are available to all who meet our general entry requirements and are made solely on the basis of parental means or to relieve hardship where a pupil's education and future prospects would otherwise be at risk for example in the case of redundancy.

In assessing means we take a number of factors into consideration including family income and family circumstances for example dependent relatives and the number of siblings. However, our college does not have a large endowment and in funding our awards we have to be mindful that we must ensure a balance between fee-paying parents, many of whom make considerable personal sacrifices to fund their child's education, and those benefiting from the awards.

The bursary awards range from 10% to 50% remission of fees. We also subsidise co-curricular activities and college trips. Information about fee assistance through bursaries is provided to all applying.

The progress of pupils receiving bursary awards is reviewed at least annually to ensure their progress is in line with their abilities. No bursary awards were withdrawn in the year as a result of reviews.

Financial Planning Policy

Timely financial planning is often the key for many parents who are hoping to send their children to the College and an Interest Free Fees Plan is available to help those who wish to fund educational costs through regular contributions.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023**

Public benefit

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

A summary of the results and movements of funds for the year are shown in the Statement of Financial Activities on page 8.

Pupil Numbers and Fees

Pupil numbers at our college were 470. Our fees for the current year before the deduction of any bursaries were £10,000 per annum and are due to rise to £10,800 per annum in 2023/24.

Academic

The College has been successful in obtaining official accreditation of the first two years of its Torah Studies course through a partnership with ATHE. Students who complete the course successfully will receive the Ofqual recognised "Extended Diploma in Torah Studies", which is worth 150 UK credits and will count towards further studies for any student wishing to continue on to Higher Education. The College also provides, in collaboration with Gateshead College, a recognised level 3 qualification in Child Care / Classroom Assistant and a level 4 Teaching Assistant qualification for third year students who wish to avail themselves of this, as well as a number of optional A Levels for students who wish to take them.

The College has maintained a partnership with TTI, an organisation in the United States, which was established in 2004 to provide an opportunity for interested individuals to demonstrate their Judaic knowledge on proficiency examinations that measure college comparable coursework as confirmed through an assessment by National PONSI. Students who are successful on this programme will be awarded a B.A. from Excelsior College in the US, on the basis of their current studies. This award is rated by NARIC as the equivalent of a B.A. awarded in the U.K.

Community Service

Pupils also take part in practical voluntary service in the local community. Through this opportunity to serve others, our pupils also gain educationally through a meaningful interaction with those outside our School community.

Community Access

We see JTTC as part of a wider community and where we can assist the community without detriment to advancing the education of our pupils we are delighted to do so. The Keser Primary School, Keser Torah Primary School, Gateshead Mechina, Gateshead Ladies Society, Zeirei Agudas Yisrael, Ba'er HaTorah College, Gateshead Cheder, Haskel Special Needs School, SPLASH Special Needs Care and Ateres High School all made regular use of our multi-purpose facilities, free of charge, out of school hours.

In addition, we encourage our pupils to give their services, free of charge, to the local Primary School and High School as well as the Beth Jacob Organisation, organising and producing all the different aspects of their respective annual shows. They also volunteer to assist in the setting up of the hall for events such as weddings.

A number of our students act as general classroom assistants in local schools.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023**

Financial review

As a charity the parents of our pupils have the assurance that all the income of the school must be applied for educational purposes. As an educational charity we enjoy tax exemption on our educational activities and on our investment income and gains provided these are applied for our charitable aims. As a Charity we are also entitled to an 80% reduction on our business rates on the property we occupy for our charitable purposes. The financial benefits we receive from these tax exemptions are all applied for educational purposes and directly help us to maintain our bursary policies.

However, as an educational charity, we are unable to reclaim VAT input tax on our costs as we are exempt for VAT purposes. We also pay tax as an employer through the national insurance contributions we make.

In addition to the very substantial benefits our School brings to our pupils, the local community and society through the education we offer, our bursary programme creates a social asset without cost to the Exchequer.

Total income for the period ended 31 July 2023 was £3,132,932 (2022: £3,008,079)

The Charity reported a surplus of £444,850 (2022: £270,090). The balance sheet shows total funds carried forward of £7,948,762 (2022: £7,503,912).

Free reserves of negative £973,135 are held within unrestricted funds.

Results for the year

As mentioned earlier the College fees were increased again this year. The charity continues to monitor expenditure carefully but is particular not to compromise student welfare and comfort in a bid to cut costs. It therefore seeks best value, even if this does result in a modest increase in expenditure. This financial year a significant investment has been made in the repair and maintenance of the school's assets.

Reserves policy

The trustees have reviewed the level of reserves held by the charity. The review has concluded that to allow the charity to be managed efficiently and to provide a buffer for uninterrupted services the level of free reserves, being those not tied up in fixed assets, should to be maintained at not less than six months expenditure, although it is acknowledged that this is not the current position.

Investment Policy

The trustees adopt a prudent approach in respect of the total investment return. Funds are invested so as to maximise income without placing the capital invested at risk.

The trustees has assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Major risks

The trustees has assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Plans for future periods

The new classrooms and bedrooms continue to provide much improved and spacious learning and living environments. Work is currently under way to increase the number of tutorial rooms and also to further develop and improve existing tutorial rooms due to the increased number of courses now offered.

Structure, governance and management

Governing Document

The charity was established by a Constitution document dated October 1944 and is registered with the Charity Commission, number 527404.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023**

Trustees

The trustees who served during the year were:

Rabbi S Kohn

Rabbi J Grunfeld

Governing Body

The trustees are legally responsible for the overall management of the college. The day to day running of the college is undertaken by the trustees and the senior teaching staff. The trustees are aware of the need to follow best practice and are actively reviewing the organisational structure of the college and the method by which new trustees are appointed. This review is ongoing.

Statement of trustees' responsibilities

The trustees 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).

The law applicable to charities in England and Wales 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 of the charity 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 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 sufficient 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 Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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 trustees' report was approved by the Board of Trustees.

Rabbi S Kohn

Trustee

28 May 2024

BETH MIDRASH LEMOROTH (JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD) INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF BETH MIDRASH LEMOROTH

Opinion

We have audited the financial statements of Beth Midrash Lemoroth (the 'charity') for the year ended 31 July 2023 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including a summary of 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 charity's affairs as at 31 July 2023 and of its incoming resources and application of resources, 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 Charities Act 2011.

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 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE TRUSTEES OF BETH MIDRASH LEMOROTH**

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees 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 cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Capability of the audit in detecting irregularities, including fraud

Based on our understanding of the charitable company and the sector in which it operates, we identified that the following laws and regulations are significant to the entity:

- Those laws and regulations considered to have a direct effect on the financial statements including UK financial reporting standards and Charity Act 2011, Employment and Pension legislation.
- Those laws and regulations for which non-compliance may be fundamental to the operating aspects of the charity and therefore may have a material effect on the financial statements include compliance with charitable objectives, public benefit, fundraising regulations, safeguarding, data protection and health and safety legislation.

These matters were discussed amongst the engagement team at the planning stage and the team remained alert throughout the audit.

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: inquiries of management and the Trustees as to whether the entity complies with such laws and regulations; enquiries with the same concerning any actual or potential litigation or claims; inspection of relevant legal correspondence and legal costs incurred; review of Trustee meeting minutes; testing the appropriateness of journal entries; and the performance of analytical review to identify unexpected movements in account balances which may be indicative of fraud.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

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.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE TRUSTEES OF BETH MIDRASH LEMOROTH**

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

**Mr Stephen Slater (Senior Statutory Auditor)
for and on behalf of Sumer Auditco Limited
Statutory Auditor
Unit 2, Gosforth Park Avenue
Newcastle upon Tyne
NE12 8EG**

Date: 29 May 2024

Sumer Auditco Limited is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 JULY 2023**

	Notes	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Income from:			
Donations and legacies	3	796,701	814,809
Charitable activities	4	2,330,962	2,181,132
Investments	5	5,269	12,138
Total income		<u>3,132,932</u>	<u>3,008,079</u>
Expenditure on:			
Raising funds	6	921	-
Charitable activities	7	2,687,161	2,737,989
Total resources expended		<u>2,688,082</u>	<u>2,737,989</u>
Net income for the year/ Net movement in funds		444,850	270,090
Fund balances at 1 August 2022		<u>7,503,912</u>	<u>7,233,822</u>
Fund balances at 31 July 2023		<u><u>7,948,762</u></u>	<u><u>7,503,912</u></u>

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

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

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
BALANCE SHEET
AS AT 31 JULY 2023

	Notes	2023		2022	
		£	£	£	£
Fixed assets					
Tangible assets	14		8,638,197		8,397,426
Investment property	15		283,700		283,700
			<u>8,921,897</u>		<u>8,681,126</u>
Current assets					
Debtors	16	49,387		54,188	
Cash at bank and in hand		467,668		477,601	
		<u>517,055</u>		<u>531,789</u>	
Creditors: amounts falling due within one year	18	(323,599)		(481,819)	
Net current assets			<u>193,456</u>		<u>49,970</u>
Total assets less current liabilities			<u>9,115,353</u>		<u>8,731,096</u>
Creditors: amounts falling due after more than one year	19		(1,166,591)		(1,227,184)
Net assets			<u><u>7,948,762</u></u>		<u><u>7,503,912</u></u>
The funds of the charity					
General unrestricted funds			3,393,758		2,948,908
Revaluation reserve			4,555,004		4,555,004
			<u>7,948,762</u>		<u>7,503,912</u>

The financial statements were approved by the trustees on 28 May 2024

Rabbi S Kohn
Trustee

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 JULY 2023

	Notes	2023		2022	
		£	£	£	£
Cash flows from operating activities					
Cash generated from operations	24		491,708		482,405
Investing activities					
Purchase of tangible fixed assets		(442,163)		(434,166)	
Investment income received		5,269		12,138	
Net cash used in investing activities			(436,894)		(422,028)
Financing activities					
Proceeds from new bank loans		-		1,200,000	
Repayment of bank loans		(64,747)		(1,056,645)	
Net cash (used in)/generated from financing activities			(64,747)		143,355
Net (decrease)/increase in cash and cash equivalents			(9,933)		203,732
Cash and cash equivalents at beginning of year			477,601		273,869
Cash and cash equivalents at end of year			467,668		477,601

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2023**

1 Accounting policies

Charity information

Beth Midrash Lemoroth is a unincorporated charity established by a Constitution dated October 1944 and is registered with the Charity Commission, number 527404.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). 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 accounts have been prepared under the historical cost convention, modified to include investment properties and certain financial instruments at fair value. 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.

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.

All income from fees, scholarships, grants and donations is recognised when received

Government grants are recognised at the fair value of the asset received receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received. A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

Rental income from operating leases (net of any incentives given to the leasees) is recognised on a straight-line basis over the lease term.

All interest receivable is accounted for on an accruals basis.

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

All expenditure is included on an accruals basis and is recognised where there is a legal or constructive obligation to pay for expenditure. All costs have been directly attributed to one of the functional categories of resources expended in the Statement of Financial Activities. The charity is not registered for VAT and accordingly expenditure is shown gross of irrecoverable VAT.

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	5% reducing balance
Fixtures and fittings	15% reducing balance
Central heating installation	15% reducing balance
New classroom building	5% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Investment property

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

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.

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

1 Accounting policies

(Continued)

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

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

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.

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.

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.

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

3 Donations and legacies

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Donations and gifts	156,665	80,576
Grants receivable	640,036	734,233
	<u>796,701</u>	<u>814,809</u>
Grants receivable for core activities		
Other	640,036	734,233
	<u>640,036</u>	<u>734,233</u>

4 Charitable activities

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Fees and scholarships	2,330,962	2,181,132

5 Investments

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Rental income	3,464	12,060
Interest receivable	1,805	78
	<u>5,269</u>	<u>12,138</u>

6 Expenditure on raising funds

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Fundraising and publicity		
Advertising	921	-
	<u>921</u>	<u>-</u>

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

7 Charitable activities

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Staff costs	1,127,452	1,124,339
Depreciation and impairment	201,392	209,661
Student meals	387,548	338,261
Kitchen disposables	49,603	53,995
Accreditation fees	60,280	63,052
Cleaning and gardening	72,714	62,256
Premises costs	217,952	153,598
Repairs and maintenance	86,524	280,247
Printing, postage, stationery and telephone	43,419	33,162
Staff and teacher training	53,456	49,682
Travelling expenses	48,425	39,937
Bank and loan costs	75,460	43,729
Legal and professional	9,901	11,238
Hire of hall and equipment	13,141	9,014
Security costs	186,005	193,500
Sundry expenses	43,737	61,744
	<u>2,677,009</u>	<u>2,727,415</u>
Share of governance costs (see note 8)	10,152	10,574
	<u>2,687,161</u>	<u>2,737,989</u>

8 Support costs allocated to activities

	Charitable activities	Total
	2023	2022
	£	£
Governance	10,152	10,574
	<u>10,152</u>	<u>10,574</u>
Governance costs comprise:	2023	2022
	£	£
Audit fees	3,420	3,420
Accountancy	6,732	7,154
	<u>10,152</u>	<u>10,574</u>
	<u>10,152</u>	<u>10,574</u>

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

9	Net movement in funds	2023	2022
		£	£
	The net movement in funds is stated after charging/(crediting):		
	Fees payable to the charity's auditor:		
	- for the audit of the charity's financial statements	3,420	3,420
	- for other financial services	6,732	7,154
	Depreciation of owned tangible fixed assets	201,392	209,661
		<u> </u>	<u> </u>

10	Auditor's remuneration		
	Fees payable to the charity's auditor and associates:	2023	2022
		£	£
	For audit services		
	Audit of the financial statements of the charity	3,420	3,420
		<u> </u>	<u> </u>
	For other services		
	All other non-audit services	6,732	7,154
		<u> </u>	<u> </u>

11 Trustees

None of the trustees (or any persons connected with them) received any expenses from the charity during the year.

Rabbi S Kohn is also employed as Principal to the college and is paid as such. These payments are included in the figures disclosed in note 12 to the accounts. No trustee received remuneration in their capacity as a trustee of the charity, either in the current or prior year.

12	Employees		
	The average monthly number of employees during the year was:		
		2023	2022
		Number	Number
	Teaching staff	25	24
	Administration	3	3
	Domestic	5	6
	Catering	6	7
	Pension	1	1
		<u> </u>	<u> </u>
	Total	40	41
		<u> </u>	<u> </u>

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

12 Employees **(Continued)**

Employment costs	2023	2022
	£	£
Wages and salaries	1,021,574	1,018,219
Social security costs	85,512	86,409
Other pension costs	20,366	19,711
	<u>1,127,452</u>	<u>1,124,339</u>

The number of employees whose annual remuneration was more than £60,000 is as follows:

	2023	2022
	Number	Number
£60,000 to £69,999	1	1
£70,000 to £79,999	1	1
	<u>1</u>	<u>1</u>

Remuneration of key management personnel

The remuneration of key management personnel was as follows:

	2023	2022
	£	£
Aggregate compensation	<u>43,741</u>	<u>43,798</u>

Rabbi S Kohn is a trustee of the charity, for which he is not remunerated. He is remunerated for his role as Principal of the college. Total remuneration, including employers national insurance contributions and employers pension, £43,741 (2022: £43,798).

13 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

14 Tangible fixed assets

	Freehold land and buildings	Assets under construction	Fixtures and fittings	Central heating installation	New classroom building	Total
	£	£	£	£	£	£
Cost or valuation						
At 1 August 2022	5,752,573	-	1,297,344	60,636	2,479,277	9,589,830
Additions	-	371,941	-	-	70,222	442,163
At 31 July 2023	5,752,573	371,941	1,297,344	60,636	2,549,499	10,031,993
Depreciation and impairment						
At 1 August 2022	61,423	-	887,320	50,443	193,218	1,192,404
Depreciation charged in the year	21,508	-	61,510	1,529	116,845	201,392
At 31 July 2023	82,931	-	948,830	51,972	310,063	1,393,796
Carrying amount						
At 31 July 2023	5,669,642	371,941	348,514	8,664	2,239,436	8,638,197
At 31 July 2022	5,691,150	-	410,024	10,193	2,286,059	8,397,426

Land and buildings with a carrying amount of £5,261,000 were revalued in the 2018 financial year by the trustees on the basis of market value. In the opinion of the trustees, the market value of the land and buildings has not significantly changed since their revaluation.

At 31 July 2023, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £519,016 (2022: £546,333).

All of the above tangible fixed assets were used for charitable purposes.

15 Investment property

	2023
	£
Fair value	
At 1 August 2022 and 31 July 2023	283,700

Investment property comprises of two properties owned by the charity which are held for rental returns and not for charitable purposes.

The fair value of investment properties has been determined by the trustees on the basis of market value.

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

16 Debtors		2023	2022
		£	£
Amounts falling due within one year:			
Trade debtors		2,000	3,300
Other debtors		26,733	30,632
Prepayments and accrued income		20,654	20,256
		<u>49,387</u>	<u>54,188</u>

17 Loans and overdrafts		2023	2022
		£	£
Bank loans		<u>1,236,108</u>	<u>1,300,855</u>
Payable within one year		69,517	73,671
Payable after one year		<u>1,166,591</u>	<u>1,227,184</u>

The long-term loans are secured by fixed charges over freehold land and buildings at 30, 42, 52/52A, 54, 58, 62/62A, 56 and 24 Bewick Road, Gateshead dated 23 December 2021.

18 Creditors: amounts falling due within one year		2023	2022
	Notes	£	£
Bank loans	17	69,517	73,671
Other taxation and social security		19,427	21,239
Trade creditors		137,542	251,800
Other creditors		66,437	59,987
Accruals and deferred income		30,676	75,122
		<u>323,599</u>	<u>481,819</u>

19 Creditors: amounts falling due after more than one year		2023	2022
	Notes	£	£
Bank loans	17	<u>1,166,591</u>	<u>1,227,184</u>

20 Retirement benefit schemes		2023	2022
Defined contribution schemes		£	£
Charge to profit or loss in respect of defined contribution schemes		<u>20,366</u>	<u>19,711</u>

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

20 Retirement benefit schemes

(Continued)

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

21 Related party transactions

Transactions with related parties

During the year the charity entered into the following transactions with related parties:

Six family members of one of the trustees received remuneration, including employers national insurance contributions and employers pension totalling £140,884 (2022: £139,728).

22 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 August 2022	Incoming resources	Resources expended	At 31 July 2023
	£	£	£	£
General funds	7,503,912	3,132,932	(2,688,082)	7,948,762
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Previous year:	At 1 August 2021	Incoming resources	Resources expended	At 31 July 2022
	£	£	£	£
General funds	7,233,822	3,008,079	(2,737,989)	7,503,912
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

23 Analysis of net assets between funds

	Unrestricted funds 2023 £
At 31 July 2023:	
Tangible assets	8,638,197
Investment properties	283,700
Current assets/(liabilities)	193,456
Long term liabilities	(1,166,591)
	<u> </u>
	<u>7,948,762</u>

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

23 Analysis of net assets between funds

(Continued)

**Unrestricted
funds
2022
£**

At 31 July 2022:

Tangible assets	8,397,426
Investment properties	283,700
Current assets/(liabilities)	49,970
Long term liabilities	(1,227,184)
	<u>7,503,912</u>

24 Cash generated from operations

**2023
£**

**2022
£**

Surplus for the year	444,850	270,090
Adjustments for:		
Investment income recognised in statement of financial activities	(5,269)	(12,138)
Depreciation and impairment of tangible fixed assets	201,392	209,661
Movements in working capital:		
Decrease in debtors	4,801	5,614
(Decrease)/increase in creditors	(154,066)	9,178
Cash generated from operations	<u>491,708</u>	<u>482,405</u>

25 Analysis of changes in net (debt)/funds

**At 1 August
2022
£**

**Cash flows
£**

**At 31 July
2023
£**

Cash at bank and in hand	477,601	(9,933)	467,668
Loans falling due within one year	(73,671)	4,154	(69,517)
Loans falling due after more than one year	(1,227,184)	60,593	(1,166,591)
	<u>(823,254)</u>	<u>54,814</u>	<u>(768,440)</u>

JEWISH TEACHERS' TRAINING COLLEGE

England & Wales - Charity number 527404

Accounts

Charity registration number 527404

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2022

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
LEGAL AND ADMINISTRATIVE INFORMATION**

Trustees	Rabbi S Kohn Rabbi J Grunfeld
Charity number	527404
Principal address	50 Bewick Road Gateshead Tyne and Wear NE8 4DQ
Auditor	Sumer Auditco Limited The Beehive Beehive Ring Road London Gatwick Airport Gatwick United Kingdom RH6 0PA
Bankers	Lloyds Bank plc PO Box 1000 BX1 1LT
Solicitors	Mincoffs Solicitors LLP 5 Osborne Terrace Newcastle upon Tyne NE2 1SQ

BETH MIDRASH LEMOROTH (JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD) CONTENTS

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Statement of cash flows	10
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BETH MIDRASH LEMOROTH (JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD) TRUSTEES' REPORT FOR THE YEAR ENDED 31 JULY 2022

The trustees present their annual report and financial statements for the year ended 31 July 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 [governing document], the Charities Act 2011 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 1 January 2019).

Objectives and activities

Charitable Objects

The objects of the College are:

- a) To train teachers and organisers of Torah education.
- b) To provide advanced courses of study for those desiring a comprehensive Jewish education.

Aims

We aim to provide a first-class Torah education to girls from the ages of 16 to 21. We seek to provide a structured educational environment that develops our pupils' capabilities, competences and skills. We promote the academic, moral and social development of our pupils through our academic curriculum, pastoral care and other activities. We provide an educational environment where each student can develop and fulfil her potential, building her self-confidence and inculcating a desire to contribute to the wider community. In doing so, we prepare our pupils for the opportunities, responsibilities and experience of later life.

In setting our objectives and planning our activities our trustees have given careful consideration to the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education and on fee-charging.

OUR POLICIES

Access Policy

It is important to us that access to the education we offer is not restricted to those who can afford our fees. We believe our pupils benefit from learning within a diverse community. A great deal of learning occurs through social interaction, conversation and shared experiences which helps our pupils develop an understanding of the perspectives of other people that will be vital in their adult lives.

Bursary Policy

Our bursary policy contributes to a widening of access to the education we offer and the facilities we enjoy. The trustees view our bursary awards as important in helping to ensure children from families who would otherwise not be able to afford the fees can access the education we offer. Our bursary awards are available to all who meet our general entry requirements and are made solely on the basis of parental means or to relieve hardship where a pupil's education and future prospects would otherwise be at risk for example in the case of redundancy. In assessing means we take a number of factors into consideration including family income and family circumstances for example dependant relatives and the number of siblings. However, our college does not have a large endowment and in funding our awards we have to be mindful that we must ensure a balance between fee-paying parents, many of whom make considerable personal sacrifices to fund their child's education, and those benefiting from the awards.

The bursary awards range from 10% to 50% remission of fees. We also subsidise co-curricular activities and college trips. Information about fee assistance through bursaries is provided to all applying.

The progress of pupils receiving bursary awards is reviewed at least annually to ensure their progress is in line with their abilities. No bursary awards were withdrawn in the year as a result of reviews.

BETH MIDRASH LEMOROTH (JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD) TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

Financial Planning Policy

Timely financial planning is often the key for many parents who are hoping to send their children to the College and an Interest Free Fees Plan is available to help those who wish to fund educational costs through regular contributions.

Achievements and performance

A summary of the results and movements of funds for the year are shown in the Statement of Financial Activities on page 8.

Pupil Numbers and Fees

Pupil numbers at our college were on target again at 435. Our fees for the current year before the deduction of any bursaries were £3,300 per term and are due to rise to £10,000 per annum in 2022/23.

Academic

The College has been successful in obtaining official accreditation of the first two years of its Torah Studies course through a partnership with ATHE. Students who complete the course successfully will receive the Ofqual recognised "Extended Diploma in Torah Studies", which is worth 150 UK credits and will count towards further studies for any student wishing to continue on to Higher Education. The College also provides, in collaboration with Gateshead College, a recognised level 3 qualification in Child Care / Classroom Assistant and a level 4 Teaching Assistant qualification for third year students who wish to avail themselves of this, as well as a number of optional A Levels for students who wish to take them.

The College has maintained a partnership with TTI, an organisation in the United States, which was established in 2004 to provide an opportunity for interested individuals to demonstrate their Judaic knowledge on proficiency examinations that measure college comparable coursework as confirmed through an assessment by National PONSI. Students who are successful on this programme will be awarded a B.A. from Excelsior College in the US, on the basis of their current studies. This award is rated by NARIC as the equivalent of a B.A. awarded in the U.K

Community Service

Pupils also take part in practical voluntary service in the local community. Through this opportunity to serve others, our pupils also gain educationally through a meaningful interaction with those outside our School community.

Community Access

We see JTTC as part of a wider community and where we can assist the community without detriment to advancing the education of our pupils we are delighted to do so. The Keser Primary School, Keser Torah Primary School, Gateshead Mechina, Gateshead Ladies Society, Zeirei Agudas Yisrael, Ba'er HaTorah College, Gateshead Cheder, Haskel Special Needs School, SPLASH Special Needs Care and Ateres High School all made regular use of our multi-purpose facilities, free of charge, out of school hours.

In addition, we encourage our pupils to give their services, free of charge, to the local Primary School and High School as well as the Beth Jacob Organisation, organising and producing all the different aspects of their respective annual shows. They also volunteer to assist in the setting up of the hall for events such as weddings.

A number of our students act as general classroom assistants in local schools, both Jewish and non-Jewish.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022**

Financial review

As a charity the parents of our pupils have the assurance that all the income of the school must be applied for educational purposes. As an educational charity we enjoy tax exemption on our educational activities and on our investment income and gains provided these are applied for our charitable aims. As a Charity we are also entitled to an 80% reduction on our business rates on the property we occupy for our charitable purposes. The financial benefits we receive from these tax exemptions are all applied for educational purposes and directly help us to maintain our bursary policies.

However, as an educational charity, we are unable to reclaim VAT input tax on our costs as we are exempt for VAT purposes. We also pay tax as an employer through the national insurance contributions we make.

In addition to the very substantial benefits our School brings to our pupils, the local community and society through the education we offer, our bursary programme creates a social asset without cost to the Exchequer.

Results for the year

As mentioned earlier the College fees were increased again this year. The charity continues to monitor expenditure carefully but is particular not to compromise student welfare and comfort in a bid to cut costs. It therefore seeks best value, even if this does result in a modest increase in expenditure. This financial year a significant investment has been made in the repair and maintenance of the school's assets.

Reserves policy

The trustees have reviewed the level of reserves held by the charity. The review has concluded that to allow the charity to be managed efficiently and to provide a buffer for uninterrupted services the level of free reserves, being those not tied up in fixed assets, should be maintained at not less than six months expenditure, although it is acknowledged that this is not the current position.

Investment Policy

The trustees adopt a prudent approach in respect of the total investment return. Funds are invested so as to maximise income without placing the capital invested at risk.

The trustees has assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Plans for future periods

The new classrooms and bedrooms are now fully occupied, providing much improved and spacious learning and living environments. Plans are currently being developed to increase the number of tutorial rooms and also to further develop and improve existing tutorial rooms due to the increased number of courses now offered.

Structure, governance and management

Governing Document

The charity was established by a Constitution document dated October 1944 and is registered with the Charity Commission, number 527404.

Trustees

The trustees who served during the year were:

Rabbi S Kohn

Rabbi J Grunfeld

Governing Body

The trustees are legally responsible for the overall management of the college. The day to day running of the college is undertaken by the trustees and the senior teaching staff. The trustees are aware of the need to follow best practice and are actively reviewing the organisational structure of the college and the method by which new trustees are appointed. This review is ongoing.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022**

Statement of trustees' responsibilities

The trustees 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).

The law applicable to charities in England and Wales 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 of the charity 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 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 sufficient 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 Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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 trustees' report was approved by the Board of Trustees.

Rabbi S Kohn
Trustee

Dated: 24 May 2023

BETH MIDRASH LEMOROTH (JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD) INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF BETH MIDRASH LEMOROTH

Opinion

We have audited the financial statements of Beth Midrash Lemoroth (the 'charity') for the year ended 31 July 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including a summary of 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 charity's affairs as at 31 July 2022 and of its incoming resources and application of resources, 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 Charities Act 2011.

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 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE TRUSTEES OF BETH MIDRASH LEMOROTH**

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees 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 cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Capability of the audit in detecting irregularities, including fraud

Based on our understanding of the charitable company and the sector in which it operates, we identified that the following laws and regulations are significant to the entity:

- Those laws and regulations considered to have a direct effect on the financial statements including UK financial reporting standards and Charity Act 2011, Employment and Pension legislation.
- Those laws and regulations for which non-compliance may be fundamental to the operating aspects of the charity and therefore may have a material effect on the financial statements include compliance with charitable objectives, public benefit, fundraising regulations, safeguarding, data protection and health and safety legislation.

These matters were discussed amongst the engagement team at the planning stage and the team remained alert throughout the audit.

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: inquiries of management and the Trustees as to whether the entity complies with such laws and regulations; enquiries with the same concerning any actual or potential litigation or claims; inspection of relevant legal correspondence and legal costs incurred; review of Trustee meeting minutes; testing the appropriateness of journal entries; and the performance of analytical review to identify unexpected movements in account balances which may be indicative of fraud.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

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.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE TRUSTEES OF BETH MIDRASH LEMOROTH**

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

**Sumer Auditco Limited
Statutory Auditor
The Beehive Beehive Ring Road
Gatwick
RH6 0PA**

Date: 24 May 2023

Sumer Auditco Limited is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 JULY 2022**

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Income from:			
Donations and legacies	3	814,809	1,045,476
Charitable activities	4	2,181,132	2,045,810
Investments	5	12,138	11,787
Total income		<u>3,008,079</u>	<u>3,103,073</u>
Expenditure on:			
Charitable activities	6	2,737,989	2,488,147
Net income for the year/ Net movement in funds		270,090	614,926
Fund balances at 1 August 2021		<u>7,233,822</u>	<u>6,618,896</u>
Fund balances at 31 July 2022		<u><u>7,503,912</u></u>	<u><u>7,233,822</u></u>

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

All income and expenditure derive from continuing activities.

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
BALANCE SHEET
AS AT 31 JULY 2022

	Notes	2022		2021	
		£	£	£	£
Fixed assets					
Tangible assets	11		8,397,426		8,172,921
Investment property	12		283,700		283,700
			<u>8,681,126</u>		<u>8,456,621</u>
Current assets					
Debtors	13	54,188		59,802	
Cash at bank and in hand		477,601		273,869	
		<u>531,789</u>		<u>333,671</u>	
Creditors: amounts falling due within one year	15	(481,819)		(1,436,470)	
Net current assets/(liabilities)			<u>49,970</u>		<u>(1,102,799)</u>
Total assets less current liabilities			<u>8,731,096</u>		<u>7,353,822</u>
Creditors: amounts falling due after more than one year	16		(1,227,184)		(120,000)
Net assets			<u><u>7,503,912</u></u>		<u><u>7,233,822</u></u>
Income funds					
<u>Unrestricted funds</u>					
General unrestricted funds		2,948,908		2,678,818	
Revaluation reserve		4,555,004		4,555,004	
			<u>7,503,912</u>		<u>7,233,822</u>
			<u><u>7,503,912</u></u>		<u><u>7,233,822</u></u>

The financial statements were approved by the Trustees on 24 May 2023

Rabbi S Kohn
Trustee

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 JULY 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	19		482,405		1,003,408
Investing activities					
Purchase of tangible fixed assets		(434,166)		(1,722,536)	
Investment income received		12,138		11,787	
Net cash used in investing activities			(422,028)		(1,710,749)
Financing activities					
Proceeds from new bank loans		1,200,000		1,157,500	
Repayment of bank loans		(1,056,645)		(187,866)	
Net cash generated from financing activities			143,355		969,634
Net increase in cash and cash equivalents			203,732		262,293
Cash and cash equivalents at beginning of year			273,869		11,576
Cash and cash equivalents at end of year			477,601		273,869

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2022**

1 Accounting policies

Charity information

Beth Midrash Lemoroth is a unincorporated charity established by a Constitution dated October 1944 and is registered with the Charity Commission, number 527404.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). 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 accounts have been prepared under the historical cost convention, modified to include investment properties and certain financial instruments at fair value. 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.

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.

All income from fees, scholarships, grants and donations is recognised when received

Government grants are recognised at the fair value of the asset received receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received. A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

Rental income from operating leases (net of any incentives given to the leasees) is recognised on a straight-line basis over the lease term.

All interest receivable is accounted for on an accruals basis.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022**

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

All expenditure is included on an accruals basis and is recognised where there is a legal or constructive obligation to pay for expenditure. All costs have been directly attributed to one of the functional categories of resources expended in the Statement of Financial Activities. The charity is not registered for VAT and accordingly expenditure is shown gross of irrecoverable VAT.

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	5% reducing balance
Fixtures and fittings	15% reducing balance
Central heating installation	15% reducing balance
New classroom building	5% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Investment property

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

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.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022**

1 Accounting policies

(Continued)

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

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

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.

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.

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.

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

3 Donations and legacies

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Donations and gifts	80,576	152,100
Grants receivable	734,233	893,376
	<u>814,809</u>	<u>1,045,476</u>
Grants receivable for core activities		
Other	734,233	708,053
Government Covid-19 support	-	185,323
	<u>734,233</u>	<u>893,376</u>

In March 2020 the Government introduced the Coronavirus Job Retention Scheme which allowed employers to put staff on temporary leave and reclaim the cost of 80% of the employees' payroll costs. During the year ended 31 July 2022 the charity received £nil (2021: £185,323).

4 Charitable activities

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Fees and scholarships	<u>2,181,132</u>	<u>2,045,810</u>

5 Investments

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Rental income	12,060	11,711
Interest receivable	78	76
	<u>12,138</u>	<u>11,787</u>

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

6 Charitable activities

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Staff costs	1,124,339	1,081,733
Depreciation and impairment	209,661	152,316
Student meals	338,261	282,156
Kitchen disposables	53,995	33,568
Accreditation fees	63,052	46,834
Cleaning and gardening	62,256	66,971
Premises costs	153,598	119,422
Repairs and maintenance	280,247	218,094
Printing, postage, stationery and telephone	33,162	33,944
Staff and teacher training	49,682	13,598
Travelling expenses	39,937	17,042
Bank and loan costs	43,729	20,984
Legal and professional	11,238	18,598
Hire of hall and equipment	9,014	14,044
Security costs	193,500	307,461
Sundry expenses	61,744	49,098
	<u>2,727,415</u>	<u>2,475,863</u>
Share of governance costs (see note 7)	10,574	12,284
	<u><u>2,737,989</u></u>	<u><u>2,488,147</u></u>

7 Support costs

	Support costs £	Governance costs £	2022 £	Support costs £	Governance costs £	2021 £
Audit and accountancy	-	10,574	10,574	-	12,284	12,284
	<u>-</u>	<u>10,574</u>	<u>10,574</u>	<u>-</u>	<u>12,284</u>	<u>12,284</u>
Analysed between						
Charitable activities	-	10,574	10,574	-	12,284	12,284
	<u>-</u>	<u>10,574</u>	<u>10,574</u>	<u>-</u>	<u>12,284</u>	<u>12,284</u>

Governance costs includes payments to the auditors of £3,420 (2021: £1,400) and £7,154 (2021: £10,884) for audit and non-audit accountancy services respectively.

8 Trustees

None of the trustees (or any persons connected with them) received any expenses from the charity during the year.

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

8 Trustees **(Continued)**

Rabbi S Kohn is also employed as Principal to the college and is paid as such. These payments are included in the figures disclosed in note 9 to the accounts. No trustee received remuneration in their capacity as a trustee of the charity, either in the current or prior year.

9 Employees

The average monthly number of employees during the year was:

	2022	2021
	Number	Number
Teaching staff	24	24
Administration	3	3
Domestic	6	6
Catering	7	7
Pension	1	1
	<hr/>	<hr/>
Total	41	41
	<hr/> <hr/>	<hr/> <hr/>

Employment costs

	2022	2021
	£	£
Wages and salaries	1,018,219	977,673
Social security costs	86,409	84,352
Other pension costs	19,711	19,708
	<hr/>	<hr/>
	1,124,339	1,081,733
	<hr/> <hr/>	<hr/> <hr/>

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

10 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

11 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Central heating installation £	New classroom building £	Total £
Cost or valuation					
At 1 August 2021	5,752,573	1,297,344	60,636	2,045,111	9,155,664
Additions	-	-	-	434,166	434,166
At 31 July 2022	5,752,573	1,297,344	60,636	2,479,277	9,589,830
Depreciation and impairment					
At 1 August 2021	38,783	814,955	48,644	80,361	982,743
Depreciation charged in the year	22,640	72,365	1,799	112,857	209,661
At 31 July 2022	61,423	887,320	50,443	193,218	1,192,404
Carrying amount					
At 31 July 2022	5,691,150	410,024	10,193	2,286,059	8,397,426
At 31 July 2021	5,713,790	482,389	11,992	1,964,750	8,172,921

Land and buildings with a carrying amount of £5,261,000 were revalued in the 2018 financial year by the trustees on the basis of market value. In the opinion of the trustees, the market value of the land and buildings has not significantly changed since their revaluation.

At 31 July 2022, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £546,333 (2021 - £575,087).

All of the above tangible fixed assets were used for charitable purposes.

12 Investment property

	2022 £
Fair value	
At 1 August 2021 and 31 July 2022	283,700

Investment property comprises of two properties owned by the charity which are held for rental returns and not for charitable purposes.

The fair value of investment properties has been determined by the trustees on the basis of market value.

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

13 Debtors	2022	2021
Amounts falling due within one year:	£	£
Trade debtors	3,300	3,000
Other debtors	30,632	37,648
Prepayments and accrued income	20,256	19,154
	<u>54,188</u>	<u>59,802</u>

14 Loans and overdrafts	2022	2021
	£	£
Bank loans	1,300,855	1,157,500
Payable within one year	73,671	1,037,500
Payable after one year	1,227,184	120,000

The long-term loans are secured by fixed charges over freehold land and buildings at 30, 42, 52/52A, 54, 58, 62/62A, 56 and 24 Bewick Road, Gateshead dated 23 December 2021.

15 Creditors: amounts falling due within one year	2022	2021
Notes	£	£
Bank loans	73,671	1,037,500
Other taxation and social security	21,239	20,285
Trade creditors	251,800	304,991
Other creditors	59,987	51,971
Accruals and deferred income	75,122	21,723
	<u>481,819</u>	<u>1,436,470</u>

16 Creditors: amounts falling due after more than one year	2022	2021
Notes	£	£
Bank loans	1,227,184	120,000

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

17 Movement in funds

	Movement in funds				Balance at 31 July 2022
	Balance at 1 August 2021	Incoming resources	Resources expended	Revaluations gains and losses	
	£	£	£	£	£
Unrestricted general funds	7,233,822	3,008,079	(2,737,989)	-	7,503,912
	<u>7,233,822</u>	<u>3,008,079</u>	<u>(2,737,989)</u>	<u>-</u>	<u>7,503,912</u>

Comparative:

	Movement in funds				Balance at 31 July 2021
	Balance at 1 August 2020	Incoming resources	Resources expended	Revaluations gains and losses	
	£	£	£	£	£
Unrestricted general funds	6,618,896	3,103,073	(2,488,147)	-	7,233,822
	<u>6,618,896</u>	<u>3,103,073</u>	<u>(2,488,147)</u>	<u>-</u>	<u>7,233,822</u>

18 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2022	2021
	£	£
Aggregate compensation	43,798	43,690
	<u>43,798</u>	<u>43,690</u>

Rabbi S Kohn is a trustee of the charity, for which he is not remunerated. He is remunerated for his role as Principal of the college. Total remuneration, including employers national insurance contributions, was £43,798 (2021: £43,690).

During the year six family members of one of the trustees received remuneration totalling £139,728 (2021: six - £139,986).

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

19	Cash generated from operations	2022	2021
		£	£
	Surplus for the year	270,090	614,926
	Adjustments for:		
	Investment income recognised in statement of financial activities	(12,138)	(11,787)
	Depreciation and impairment of tangible fixed assets	209,661	152,316
	Movements in working capital:		
	Decrease/(increase) in debtors	5,614	(2,325)
	Increase in creditors	9,178	250,278
	Cash generated from operations	<u>482,405</u>	<u>1,003,408</u>
20	Analysis of changes in net (debt)/funds		
		At 1 August	Cash flows
		2021	At 31 July
		£	£
	Cash at bank and in hand	273,869	203,732
	Loans falling due within one year	(1,037,500)	963,829
	Loans falling due after more than one year	(120,000)	(1,107,184)
		<u>(883,631)</u>	<u>60,377</u>
		<u><u>(883,631)</u></u>	<u><u>(823,254)</u></u>

JEWISH TEACHERS' TRAINING COLLEGE

England & Wales - Charity number 527404

Accounts

Charity registration number 527404

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2021

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
LEGAL AND ADMINISTRATIVE INFORMATION**

Trustees	Rabbi S Kohn Rabbi J Grunfeld
Charity number	527404
Principal address	50 Bewick Road Gateshead Tyne and Wear NE8 4DQ
Auditor	RMT Accountants & Business Advisors Ltd Gosforth Park Avenue Newcastle upon Tyne NE12 8EG
Bankers	Lloyds Bank plc PO Box 1000 BX1 1LT
Solicitors	Mincoffs Solicitors LLP 5 Osborne Terrace Newcastle upon Tyne NE2 1SQ

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
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BETH MIDRASH LEMOROTH (JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD) TRUSTEES' REPORT FOR THE YEAR ENDED 31 JULY 2021

The trustees present their annual report and financial statements for the year ended 31 July 2021.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's constitution dated 1944, the Charities Act 2011 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

Charitable Objects

The objects of the College are:

- a) To train teachers and organisers of Torah education.
- b) To provide advanced courses of study for those desiring a comprehensive Jewish education.

Aims

We aim to provide a first class Torah education to girls from the ages of 16 to 21. We seek to provide a structured educational environment that develops our pupils' capabilities, competences and skills. We promote the academic, moral and social development of our pupils through our academic curriculum, pastoral care and other activities. We provide an educational environment where each student can develop and fulfil her potential, building her self-confidence and inculcating a desire to contribute to the wider community. In doing so, we prepare our pupils for the opportunities, responsibilities and experience of later life.

In setting our objectives and planning our activities our trustees have given careful consideration to the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education and on fee-charging.

OUR POLICIES

Access Policy

It is important to us that access to the education we offer is not restricted to those who can afford our fees. We believe our pupils benefit from learning within a diverse community. A great deal of learning occurs through social interaction, conversation and shared experiences which helps our pupils develop an understanding of the perspectives of other people that will be vital in their adult lives.

Bursary Policy

Our bursary policy contributes to a widening of access to the education we offer and the facilities we enjoy. The trustees view our bursary awards as important in helping to ensure children from families who would otherwise not be able to afford the fees can access the education we offer. Our bursary awards are available to all who meet our general entry requirements and are made solely on the basis of parental means or to relieve hardship where a pupil's education and future prospects would otherwise be at risk for example in the case of redundancy. In assessing means we take a number of factors into consideration including family income and family circumstances for example dependant relatives and the number of siblings. However, our college does not have a large endowment and in funding our awards we have to be mindful that we must ensure a balance between fee-paying parents, many of whom make considerable personal sacrifices to fund their child's education, and those benefiting from the awards.

The bursary awards range from 10% to 50% remission of fees. We also subsidise co-curricular activities and college trips. Information about fee assistance through bursaries is provided to all applying.

The progress of pupils receiving bursary awards is reviewed at least annually to ensure their progress is in line with their abilities. No bursary awards were withdrawn in the year as a result of reviews.

Financial Planning Policy

Timely financial planning is often the key for many parents who are hoping to send their children to the College and an Interest Free Fees Plan is available to help those who wish to fund educational costs through regular contributions.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021**

Achievements and performance

A summary of the results and movements of funds for the year are shown in the Statement of Financial Activities on page 8.

Pupil Numbers and Fees

Pupil numbers at our College were on target again at 435. Our fees for the current year before the deduction of any bursaries were £3,200 per term and are due to rise to £3,300 in 2021/22.

Academic

The College has been successful in obtaining official accreditation of the first two years of its Torah Studies course through a partnership with ATHE. Students who complete the course successfully will receive the Equal recognised "Extended Diploma in Torah Studies", which is worth 150 UK credits and will count towards further studies for any student wishing to continue in to Higher Education. The College has also successfully entered into a collaboration with Gateshead College, to provide a recognised level 3 qualification in Child Care / Classroom Assistant and a level 4 Teaching Assistant qualification for third year students who wish to avail themselves of this, as well as a number of optional A Levels for students who wish to take them.

The College has maintained a partnership with TTI, an organisation in the United States, which was established in 2004 to provide an opportunity for interested individuals to demonstrate their Judaic knowledge on proficiency examinations that measure college comparable coursework as confirmed through an assessment by National PONSI. Students who are successful on this programme will be awarded a B.A. from Excelsior College in the US, on the basis of their current studies. This award is rated by NARIC as the equivalent of a B.A. awarded in the U.K.

Community Service

Pupils also take part in practical voluntary service in the local community. Through this opportunity to serve others, our pupils also gain educationally through a meaningful interaction with those outside our School community.

Community Access

We see JTTC as part of a wider community and where we can assist the community without detriment to advancing the education of our pupils we are delighted to do so. The Gateshead Jewish Primary School, Gateshead Mechina, Gateshead Ladies Society, Zeirei Agudas Yisrael, Ba'er HaTorah College, Gateshead Cheder and Ateres High School all made regular use of our multi-purpose hall free of charge out of school hours.

In addition, we encourage our pupils to give their services, free of charge, to the local Primary School and High School as well as the Beth Jacob Organisation, organising and producing all the different aspects of their respective annual shows. They also volunteer to assist in the setting up of the hall for events such as weddings.

A number of our students act as general classroom assistants in local schools, both Jewish and non Jewish.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021**

Financial review

As a charity the parents of our pupils have the assurance that all the income of the School must be applied for educational purposes. As an educational charity we enjoy tax exemption on our educational activities and on our investment income and gains provided these are applied for our charitable aims. As a Charity we are also entitled to an 80% reduction on our business rates on the property we occupy for our charitable purposes. The financial benefits we receive from these tax exemptions are all applied for educational purposes and directly help us to maintain our bursary policies.

However, as an educational charity, we are unable to reclaim VAT input tax on our costs as we are exempt for VAT purposes. We also pay tax as an employer through the national insurance contributions we make.

In addition to the very substantial benefits our School brings to our pupils, the local community and society through the education we offer, our bursary programme creates a social asset without cost to the Exchequer.

Results for the year

As mentioned earlier the College fees were increased again this year. The charity continues to monitor expenditure carefully but is particular not to compromise student welfare and comfort in a bid to cut costs. It therefore seeks best value, even if this does result in a modest increase in expenditure. This financial year a significant investment has been made in the repair and maintenance of the School's assets.

Reserves policy

The trustees have reviewed the level of reserves held by the charity. The review has concluded that to allow the charity to be managed efficiently and to provide a buffer for uninterrupted services the level of free reserves, being those not tied up in fixed assets, should be maintained at not less than six months expenditure, although it is acknowledged that this is not the current position.

COVID-19 risk

The ongoing COVID-19 pandemic continues to generate a significant level of uncertainty in the global economy. The trustees regularly assess the likely effects on the charity's operations in an attempt to mitigate the risk as far as possible.

Investment Policy

The trustees adopt a prudent approach in respect of the total investment return. Funds are invested so as to maximise income without placing the capital invested at risk.

The trustees has assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Plans for future periods

The erection of the new classrooms is now complete and these were occupied at the start of the academic year, resulting in a much improved and spacious learning environment. Plan are currently being developed to further develop and improve existing tutorial rooms and also create a much larger and improved lecture theatre for the entire student body.

Structure, governance and management

Governing Document

The charity was established by a Constitution document dated October 1944 and is registered with the Charity Commission, number 527404.

Trustees

The trustees who served during the year were:

Rabbi S Kohn

Rabbi J Grunfeld

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021**

Governing Body

The trustees are legally responsible for the overall management of the college. The day to day running of the college is undertaken by the trustees and the senior teaching staff. The trustees are aware of the need to follow best practice and are actively reviewing the organisational structure of the college and the method by which new trustees are appointed. This review is ongoing.

Statement of trustees' responsibilities

The trustees 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).

The law applicable to charities in England and Wales 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 of the charity 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 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 sufficient 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 Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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 trustees' report was approved by the Board of Trustees.

Rabbi S Kohn
Trustee

Dated: 29 May 2022

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
INDEPENDENT AUDITOR'S REPORT
TO THE TRUSTEES OF BETH MIDRASH LEMOROTH**

Opinion

We have audited the financial statements of Beth Midrash Lemoroth (the 'charity') for the year ended 31 July 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including a summary of 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 charity's affairs as at 31 July 2021 and of its incoming resources and application of resources, 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 Charities Act 2011.

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 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.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE TRUSTEES OF BETH MIDRASH LEMOROTH**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees 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 cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE TRUSTEES OF BETH MIDRASH LEMOROTH**

Capability of the audit in detecting irregularities, including fraud

Based on our understanding of the charitable company and the sector in which it operates, we identified that the following laws and regulations are significant to the entity:

Those laws and regulations considered to have a direct effect on the financial statements including UK financial reporting standards and Charity Act 2011, Employment and Pension legislation.

Those laws and regulations for which non-compliance may be fundamental to the operating aspects of the charity and therefore may have a material effect on the financial statements include compliance with charitable objectives, public benefit, fundraising regulations, safeguarding, data protection and health and safety legislation.

These matters were discussed amongst the engagement team at the planning stage and the team remained alert throughout the audit.

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: inquiries of management and the Trustees as to whether the entity complies with such laws and regulations; enquiries with the same concerning any actual or potential litigation or claims; inspection of relevant legal correspondence and legal costs incurred; review of Trustee meeting minutes; testing the appropriateness of journal entries; and the performance of analytical review to identify unexpected movements in account balances which may be indicative of fraud.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

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 charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

**Mr Stephen Slater (Senior Statutory Auditor)
for and on behalf of RMT Accountants & Business Advisors Ltd
Statutory Auditor
Gosforth Park Avenue
Newcastle upon Tyne
NE12 8EG**

Date: 31 May 2022

RMT Accountants & Business Advisors Ltd is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 JULY 2021**

	Notes	Unrestricted funds 2021 £	Unrestricted funds 2020 £
Income from:			
Donations and legacies	3	1,045,476	981,408
Charitable activities	4	2,045,810	1,756,952
Investments	5	11,787	9,981
Total income		<u>3,103,073</u>	<u>2,748,341</u>
Expenditure on:			
Charitable activities	6	2,488,147	2,063,138
Net income for the year/ Net movement in funds		614,926	685,203
Fund balances at 1 August 2020		6,618,896	5,933,693
Fund balances at 31 July 2021		<u><u>7,233,822</u></u>	<u><u>6,618,896</u></u>

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

All income and expenditure derive from continuing activities.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
BALANCE SHEET**

AS AT 31 JULY 2021

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Tangible assets	10		8,172,921		6,602,701
Investment properties	11		283,700		283,700
			<u>8,456,621</u>		<u>6,886,401</u>
Current assets					
Debtors	12	59,802		57,477	
Cash at bank and in hand		273,869		11,576	
		<u>333,671</u>		<u>69,053</u>	
Creditors: amounts falling due within one year	14	(1,436,470)		(336,558)	
Net current liabilities			<u>(1,102,799)</u>		<u>(267,505)</u>
Total assets less current liabilities			<u>7,353,822</u>		<u>6,618,896</u>
Creditors: amounts falling due after more than one year	15		(120,000)		-
Net assets			<u><u>7,233,822</u></u>		<u><u>6,618,896</u></u>
Income funds					
<u>Unrestricted funds</u>					
General unrestricted funds		2,678,818		2,063,892	
Revaluation reserve		4,555,004		4,555,004	
		<u>7,233,822</u>		<u>6,618,896</u>	
			<u><u>7,233,822</u></u>		<u><u>6,618,896</u></u>

The financial statements were approved by the Trustees on 29 May 2022

**Rabbi S Kohn
Trustee**

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 JULY 2021

	Notes	2021		2020	
		£	£	£	£
Cash flows from operating activities					
Cash generated from operations	18		1,003,408		758,073
Investing activities					
Purchase of tangible fixed assets		(1,722,536)		(1,134,205)	
Investment income received		11,787		9,981	
Net cash used in investing activities			(1,710,749)		(1,124,224)
Financing activities					
Proceeds of new bank loans		1,157,500		-	
Repayment of bank loans		(187,866)		(29,377)	
Net cash generated from/(used in) financing activities			969,634		(29,377)
Net increase/(decrease) in cash and cash equivalents			262,293		(395,528)
Cash and cash equivalents at beginning of year			11,576		407,104
Cash and cash equivalents at end of year			273,869		11,576

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2021**

1 Accounting policies

Charity information

Beth Midrash Lemoroth is a unincorporated charity established by a Constitution dated October 1944 and is registered with the Charity Commission, number 527404.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's Constitution document, the Charities Act 2011 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 accounts have been prepared under the historical cost convention, modified to include investment properties and certain financial instruments at fair value. 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. This includes taking into account the potential impact of COVID-19 to ensure that cashflow is positively managed and the impact to the charity's operations are mitigated. 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.

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.

All income from fees, scholarships, grants and donations is recognised when received

Government grants are recognised at the fair value of the asset received receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received. A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

Rental income from operating leases (net of any incentives given to the lessees) is recognised on a straight-line basis over the lease term.

All interest receivable is accounted for on an accruals basis.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021**

1 Accounting policies **(Continued)**

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

All expenditure is included on an accruals basis and is recognised where there is a legal or constructive obligation to pay for expenditure. All costs have been directly attributed to one of the functional categories of resources expended in the Statement of Financial Activities. The charity is not registered for VAT and accordingly expenditure is shown gross of irrecoverable VAT.

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	5% reducing balance
Fixtures and fittings	15% reducing balance
Central heating installation	15% reducing balance
New classroom building	5% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

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.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021**

1 Accounting policies (Continued)

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

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

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.

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.

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.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021**

3 Donations and legacies

	Unrestricted funds 2021 £	Unrestricted funds 2020 £
Donations and gifts	152,100	100,232
Grants receivable	893,376	881,176
	<u>1,045,476</u>	<u>981,408</u>
Grants receivable for core activities		
Other	708,053	717,394
Government Covid-19 support	185,323	163,782
	<u>893,376</u>	<u>881,176</u>

In March 2020 the Government introduced the Coronavirus Job Retention Scheme which allowed employers to put staff on temporary leave and reclaim the cost of 80% of the employees' payroll costs. During the year ended 31 July 2021 the charity received £185,323 (2020: £163,782).

4 Charitable activities

	Unrestricted funds 2021 £	Unrestricted funds 2020 £
Fees and scholarships	2,045,810	1,756,952

5 Investments

	Unrestricted funds 2021 £	Unrestricted funds 2020 £
Rental income	11,711	9,665
Interest receivable	76	316
	<u>11,787</u>	<u>9,981</u>

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021

6 Charitable activities

	Unrestricted funds 2021 £	Unrestricted funds 2020 £
Staff costs	1,081,733	1,051,470
Depreciation and impairment	152,316	61,333
Student meals	282,156	185,725
Kitchen disposables	33,568	20,501
Accreditation fees	46,834	60,464
Cleaning and gardening	66,971	32,480
Premises costs	119,422	94,302
Repairs and maintenance	218,094	163,381
Printing, postage, stationery and telephone	33,944	31,362
Staff and teacher training	13,598	17,470
Travelling expenses	17,042	22,101
Bank and loan costs	20,984	7,802
Legal and professional	18,598	18,751
Equipment leasing	-	(406)
Hire of hall and equipment	14,044	6,923
Security costs	307,461	256,723
Sundry expenses	49,098	23,392
	<u>2,475,863</u>	<u>2,053,774</u>
Share of governance costs (see note 7)	12,284	9,364
	<u>2,488,147</u>	<u>2,063,138</u>

7 Support costs

	Support costs £	Governance costs £	2021 £	Support costs £	Governance costs £	2020 £
Audit and accountancy	-	12,284	12,284	-	9,364	9,364
	<u>-</u>	<u>12,284</u>	<u>12,284</u>	<u>-</u>	<u>9,364</u>	<u>9,364</u>
Analysed between						
Charitable activities	<u>-</u>	<u>12,284</u>	<u>12,284</u>	<u>-</u>	<u>9,364</u>	<u>9,364</u>

Governance costs includes payments to the auditors of £1,400 (2020: £1,400) and £10,884 (2020: £7,964) for audit and non-audit accountancy services respectively.

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021**

8 Trustees

None of the trustees (or any persons connected with them) received any expenses from the charity during the year.

Rabbi S Kohn is also employed as Principal to the college and is paid as such. These payments are included in the figures disclosed in note 9 to the accounts. No trustee received remuneration in their capacity as a trustee of the charity, either in the current or prior year.

9 Employees

The average monthly number of employees during the year was:

	2021	2020
	Number	Number
Teaching staff	24	24
Administration	3	3
Domestic	6	6
Catering	7	7
Pension	1	2
	<hr/>	<hr/>
Total	41	42
	<hr/> <hr/>	<hr/> <hr/>

Employment costs

	2021	2020
	£	£
Wages and salaries	977,673	948,920
Social security costs	84,352	82,461
Other pension costs	19,708	20,089
	<hr/>	<hr/>
	1,081,733	1,051,470
	<hr/> <hr/>	<hr/> <hr/>

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

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021**

10 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Central heating installation £	New classroom building £	Total £
Cost or valuation					
At 1 August 2020	5,752,573	993,609	60,636	626,310	7,433,128
Additions	-	303,735	-	1,418,801	1,722,536
At 31 July 2021	<u>5,752,573</u>	<u>1,297,344</u>	<u>60,636</u>	<u>2,045,111</u>	<u>9,155,664</u>
Depreciation and impairment					
At 1 August 2020	14,952	757,812	46,528	11,135	830,427
Depreciation charged in the year	23,831	57,143	2,116	69,226	152,316
At 31 July 2021	<u>38,783</u>	<u>814,955</u>	<u>48,644</u>	<u>80,361</u>	<u>982,743</u>
Carrying amount					
At 31 July 2021	<u>5,713,790</u>	<u>482,389</u>	<u>11,992</u>	<u>1,964,750</u>	<u>8,172,921</u>
At 31 July 2020	<u>5,737,621</u>	<u>235,797</u>	<u>14,108</u>	<u>615,175</u>	<u>6,602,701</u>

Land and buildings with a carrying amount of £5,261,000 were revalued in the 2018 financial year by the trustees on the basis of market value. In the opinion of the trustees, the market value of the land and buildings has not significantly changed since their revaluation.

At 31 July 2021, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £575,087 (2020 - £605,354).

All of the above tangible fixed assets were used for charitable purposes.

11 Investment property

	2021 £
Fair value	
At 1 August 2020 and 31 July 2021	<u>283,700</u>

Investment property comprises of two properties owned by the charity which are held for rental returns and not for charitable purposes.

The fair value of investment properties has been determined by the trustees on the basis of market value.

BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021

12 Debtors

	2021	2020
Amounts falling due within one year:	£	£
Trade debtors	3,000	-
Other debtors	37,648	36,305
Prepayments and accrued income	19,154	21,172
	<u>59,802</u>	<u>57,477</u>

13 Loans and overdrafts

	2021	2020
	£	£
Bank loans	1,157,500	187,866
	<u>1,157,500</u>	<u>187,866</u>
Payable within one year	1,037,500	187,866
Payable after one year	120,000	-
	<u>1,157,500</u>	<u>187,866</u>

The long-term loans are secured by fixed charges over commercial freehold units known as 62/62A, 56 and 24 Bewick Road, Gateshead dated 21 December 2012 and 21 December 2020.

14 Creditors: amounts falling due within one year

	Notes	2021	2020
		£	£
Bank loans	13	1,037,500	187,866
Other taxation and social security		20,285	17,208
Trade creditors		304,991	87,891
Other creditors		51,971	4,653
Accruals and deferred income		21,723	38,940
		<u>1,436,470</u>	<u>336,558</u>

15 Creditors: amounts falling due after more than one year

	Notes	2021	2020
		£	£
Bank loans	13	120,000	-
		<u>120,000</u>	<u>-</u>

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021**

16 Movement in funds

	Movement in funds				Balance at 31 July 2021
	Balance at 1 August 2020	Incoming resources	Resources expended	Revaluations gains and losses	
	£	£	£	£	£
Unrestricted general funds	6,618,896	3,103,073	(2,488,147)	-	7,233,822

Comparative:

	Movement in funds				Balance at 31 July 2020
	Balance at 1 August 2019	Incoming resources	Resources expended	Revaluations gains and losses	
	£	£	£	£	£
Unrestricted general funds	5,933,693	2,748,341	(2,063,138)	-	6,618,896

17 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2021	2020
	£	£
Aggregate compensation	43,690	43,707

Rabbi S Kohn is a trustee of the charity, for which he is not remunerated. He is remunerated for his role as Principal of the college. Total remuneration, including employers national insurance contributions, was £43,690 (2020: £43,708).

During the year six family members of one of the trustees received remuneration totalling £139,986 (2020: six - £138,943).

**BETH MIDRASH LEMOROTH
(JEWISH TEACHERS' TRAINING COLLEGE GATESHEAD)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021**

18	Cash generated from operations		2021	2020
			£	£
	Surplus for the year		614,926	685,203
	Adjustments for:			
	Investment income recognised in statement of financial activities		(11,787)	(9,981)
	Depreciation and impairment of tangible fixed assets		152,316	61,333
	Movements in working capital:			
	(Increase)/decrease in debtors		(2,325)	7,628
	Increase in creditors		250,278	13,890
	Cash generated from operations		1,003,408	758,073
19	Analysis of changes in net (debt)/funds			
		At 1 August	Cash flows	At 31 July
		2020		2021
		£	£	£
	Cash at bank and in hand	11,576	262,293	273,869
	Loans falling due within one year	(187,866)	(849,634)	(1,037,500)
	Loans falling due after more than one year	-	(120,000)	(120,000)
		(176,290)	(707,341)	(883,631)

JEWISH TEACHERS' TRAINING COLLEGE

England & Wales - Charity number 527404

Accounts

Jewish Teachers' Training College
Financial Statements
(Beth Midrash Lemoroth)
31 July 2025

HAFFNER HOFF AUDITORS LTD

Accountants & statutory auditor
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Jewish Teachers' Training College

Financial Statements

Year ended 31 July 2025

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Jewish Teachers' Training College

Trustees' Annual Report

Year ended 31 July 2025

The trustees present their report and the financial statements of the charity for the year ended 31 July 2025.

Reference and administrative details

Registered charity name Jewish Teachers' Training College

Charity registration number 527404

Principal office 50 Bewick Road
Gateshead
Tyne and Wear
NE8 4HB

The trustees

Rabbi S Kohn
Rabbi J Grunfeld

Auditor Haffner Hoff Auditors Ltd
Accountants & statutory auditor
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Bankers Lloyds Bank plc
15 West Street
Gateshead
Tyne & Wear
NE8 1DP

Structure, governance and management

The charity was established by a constitution document dated October 1944 and is registered with the Charity Commission, number 527404.

Risk review

The trustees have assessed the major risks to which the charity is exposed and are satisfied that systems are in place to mitigate exposure to the major risks.

The trustees are legally responsible for the overall management of the college. The day to day running of the college is undertaken by the trustees and the senior teaching staff. The trustees are aware of the need to follow best practice and are actively reviewing the organisational structure of the college and the method by which new trustees are appointed. This review is ongoing.

Jewish Teachers' Training College

Trustees' Annual Report *(continued)*

Year ended 31 July 2025

Objectives and activities

The objects of the College are:

- To train teachers and organisers of Torah education.
- To provide advanced courses of study for those desiring a comprehensive Jewish education.

Aims

We aim to provide a first-class Torah education to girls from the ages of 16 to 21. We seek to provide a structured educational environment that develops our pupils' capabilities, competences and skills. We promote the academic, moral and social development of our pupils through our academic curriculum, pastoral care and other activities. We provide an educational environment where each student can develop and fulfil her potential, building her self-confidence and inculcating a desire to contribute to the wider community. In doing so, we prepare our pupils for the opportunities, responsibilities and experience of later life.

In setting our objectives and planning our activities our trustees have given careful consideration to the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education.

Our Policies

Access policy

It is important to us that access to the education we offer is available to all those who would gain and we believe our pupils benefit from learning within a diverse community. A great deal of learning occurs through social interaction, conversation and shared experiences which helps our pupils develop an understanding of the perspectives of other people that will be vital in their adult lives.

Public benefit

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Jewish Teachers' Training College

Trustees' Annual Report *(continued)*

Year ended 31 July 2025

Achievements and performance

During the year, total donations and grants received came to £3,755,124 (2024: £3,085,652). Additionally, there was other income from services and investments of £57,045 (2024: £100,710). Total expenditure for charitable activities and support costs came to £3,026,248 (2024: £2,911,985).

There was an overall net income and net movement in funds amounting to £785,921 (2024: £274,377) all relating to the unrestricted fund.

Pupil Numbers

During the current year pupil numbers at our college were 466 (2024: 478).

Academic

The College has been successful in obtaining official accreditation of the first two years of its Torah Studies course through a partnership with ATHE. Students who complete the course successfully will receive the Ofqual recognised "Diploma in Torah Studies", which is worth 100 UK credits and will count towards further studies for any student wishing to continue on to Higher Education. Students who wish to can take the "Extended Diploma in Torah Studies" in the third year, which will be worth a total of 150 credits. The college also provides, in collaboration with Gateshead College, a recognised level 3 qualification in Child Care / Classroom Assistant and a level 4 Teaching Assistant qualification for third year students who wish to avail themselves of this, as well as a number of optional A Levels for students who wish to take them.

The College has maintained a partnership with TTI, an organisation in the United States, which was established in 2004 to provide an opportunity for interested individuals to demonstrate their Judaic knowledge on proficiency examinations that measure college comparable coursework as confirmed through an assessment by National PONSI. Students who are successful on this programme will be awarded a B.A. from Woodmont College in the US, on the basis of their current studies. This award is rated by NARIC as as the equivalent of a B.A. awarded in the U.K.

Community Service

Pupils also take part in practical voluntary service in the local community. Through this opportunity to serve others, our pupils also gain educationally through a meaningful interaction with those outside our school community.

Community Access

We see JTTC as part of a wider community and where we can assist the community without detriment to advancing the education of our pupils we are delighted to do so. The Keser Primary School, Keser Torah Primary School, Gateshead Mechina, Gateshead Ladies Society, Zeirei Agudas Yisrael, Ba'er HaTorah College, Gateshead Cheder, Haskel Special Needs School, SPLASH Special Needs Care and Ateres High School all made regular use of our multi-purpose facilities, free of charge, out of school hours.

In addition, we encourage our pupils to give their services, free of charge, to the local Primary School and High School as well as the Beth Jacob Organisation, organising and producing all the different aspects of their respective annual shows. They also volunteer to assist in the setting up of the JCCG function hall for events such as weddings.

A number of our students act as general classroom assistants in local schools.

Jewish Teachers' Training College

Trustees' Annual Report *(continued)*

Year ended 31 July 2025

Financial review

Reserves policy

The trustees have reviewed the level of reserves held by the charity. The review has concluded that to allow the charity to be managed efficiently and to provide a buffer for uninterrupted services the level of free reserves, being those not tied up in fixed assets, should to be maintained at not less than two months expenditure, and the trustees are working towards achieving this.

Total funds of the charity amounted to £9,016,261 (2024: £8,230,340) all of which were unrestricted.

Free reserves (being those not tied up in fixed assets, designated or restricted funds) were £84,699 at the year end (2024: (£185,333)).

Investment Policy

The trustees adopt a prudent approach in respect of the total investment return. Funds are invested so as to maximise income without placing the capital invested at risk.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Plans for future periods

The new classrooms and bedrooms continue to provide much improved and spacious learning and living environments. Work is currently under way to increase the number of tutorial rooms and also to further develop and improve existing tutorial rooms due to the increased number of courses now offered.

Trustees' responsibilities statement

The trustees 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).

The law applicable to charities in England and Wales requires the charity trustees to prepare financial statements for each 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, of the charity 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 applicable Charities SORP;
- make judgments and accounting 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 charity will continue in business.

Jewish Teachers' Training College

Trustees' Annual Report *(continued)*

Year ended 31 July 2025

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and 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 Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. 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 trustees' annual report was approved on 27 May 2026 and signed on behalf of the board of trustees by:

Rabbi S Kohn
Trustee

Jewish Teachers' Training College

Independent Auditor's Report to the Trustees of Jewish Teachers' Training College

Year ended 31 July 2025

Opinion

We have audited the financial statements of Jewish Teachers' Training College (the 'charity') for the year ended 31 July 2025 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 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 charity's affairs as at 31 July 2025 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;
- have been prepared in accordance with the requirements of the Charities Act 2011.

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.

Jewish Teachers' Training College

Independent Auditor's Report to the Trustees of Jewish Teachers' Training College *(continued)*

Year ended 31 July 2025

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. 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.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

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 trustees' report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees 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 charity or to cease operations, or have no realistic alternative but to do so.

Jewish Teachers' Training College

Independent Auditor's Report to the Trustees of Jewish Teachers' Training College *(continued)*

Year ended 31 July 2025

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- the nature of the industry and sector, control environment and business performance;
- results of our enquiries of management about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the company's documentation of their policies and procedures relating to (a) identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance; (b) detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; (c) the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations; (d) the matters identified as to how and where fraud might occur in the financial statements and any potential indicators of fraud.

In common with all audits under ISAS (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act, UK Corporate Governance Code, UK tax legislation and UK Charity Act.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty.

As a result of performing the above, we identified no key audit matters relating to the potential risk of fraud.

Our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess
-

Jewish Teachers' Training College

Independent Auditor's Report to the Trustees of Jewish Teachers' Training College *(continued)*

Year ended 31 July 2025

compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;

- enquiring of management concerning actual and potential litigation and claims;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- obtaining an understanding of provisions; and
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Jewish Teachers' Training College

Independent Auditor's Report to the Trustees of Jewish Teachers' Training College *(continued)*

Year ended 31 July 2025

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity'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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Haffner Hoff Auditors Ltd
Accountants & statutory auditor
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

27 May 2026

Jewish Teachers' Training College

Statement of Financial Activities

Year ended 31 July 2025

		Unrestricted funds	2025 Restricted funds	Total funds	2024 Total funds
	Note	£	£	£	£
Income and endowments					
Donations and legacies	4	3,534,455	220,669	3,755,124	3,085,652
Charitable activities	5	46,917	–	46,917	88,787
Investment income	6	10,128	–	10,128	11,923
Total income		<u>3,591,500</u>	<u>220,669</u>	<u>3,812,169</u>	<u>3,186,362</u>
Expenditure					
Expenditure on charitable activities	7,8	2,805,579	220,669	3,026,248	2,911,985
Total expenditure		<u>2,805,579</u>	<u>220,669</u>	<u>3,026,248</u>	<u>2,911,985</u>
Net income and net movement in funds		<u>785,921</u>	<u>–</u>	<u>785,921</u>	<u>274,377</u>
Reconciliation of funds					
Total funds brought forward		8,230,340	–	8,230,340	7,955,963
Total funds carried forward		<u>9,016,261</u>	<u>–</u>	<u>9,016,261</u>	<u>8,230,340</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 14 to 25 form part of these financial statements.

Jewish Teachers' Training College

Statement of Financial Position

31 July 2025

	Note	2025 £	2024 £
Fixed assets			
Tangible fixed assets	13	9,703,023	9,253,079
Investments	14	283,700	283,700
		<u>9,986,723</u>	<u>9,536,779</u>
Current assets			
Debtors	15	40,189	63,535
Cash at bank and in hand		346,677	228,108
		<u>386,866</u>	<u>291,643</u>
Creditors: amounts falling due within one year	16	302,167	476,976
Net current assets		<u>84,699</u>	<u>(185,333)</u>
Total assets less current liabilities		10,071,422	9,351,446
Creditors: amounts falling due after more than one year	17	1,055,161	1,121,106
Net assets		<u>9,016,261</u>	<u>8,230,340</u>
Funds of the charity			
Unrestricted funds:			
Revaluation reserve		4,555,004	4,555,004
Other unrestricted income funds		4,461,257	3,675,336
Total unrestricted funds		<u>9,016,261</u>	<u>8,230,340</u>
Total charity funds	20	<u>9,016,261</u>	<u>8,230,340</u>

These financial statements were approved by the board of trustees and authorised for issue on 27 May 2026, and are signed on behalf of the board by:

Rabbi S Kohn
Trustee

The notes on pages 14 to 25 form part of these financial statements.

Jewish Teachers' Training College

Statement of Cash Flows

Year ended 31 July 2025

	2025 £	2024 £
Cash flows from operating activities		
Net income	785,921	274,377
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	223,563	218,886
Dividends, interest and rents from investments	(8,111)	(9,176)
Other interest receivable and similar income	(2,017)	(3,819)
Interest payable and similar charges	85,488	96,830
Accrued income	(12,123)	–
<i>Changes in:</i>		
Trade and other debtors	23,346	(14,147)
Trade and other creditors	(148,018)	138,825
Other operating cash flow changes	–	7,199
Cash generated from operations	948,049	708,975
Interest paid	(85,488)	(96,830)
Interest received	2,017	3,819
Net cash from operating activities	<u>864,578</u>	<u>615,964</u>
Cash flows from investing activities		
Dividends, interest and rents from investments	8,111	9,176
Purchase of tangible assets	(673,507)	(833,768)
Net cash used in investing activities	<u>(665,396)</u>	<u>(824,592)</u>
Cash flows from financing activities		
Proceeds from borrowings	(66,060)	(57,613)
Payments of finance lease liabilities	(14,553)	26,681
Net cash used in financing activities	<u>(80,613)</u>	<u>(30,932)</u>
Net increase/(decrease) in cash and cash equivalents	118,569	(239,560)
Cash and cash equivalents at beginning of year	<u>228,108</u>	<u>467,668</u>
Cash and cash equivalents at end of year	<u>346,677</u>	<u>228,108</u>

The notes on pages 14 to 25 form part of these financial statements.

Jewish Teachers' Training College

Notes to the Financial Statements

Year ended 31 July 2025

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 50 Bewick Road, Gateshead, Tyne and wear, NE8 4DQ.

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 main judgements, estimates or assumptions that affect the amounts reported are the valuations of the investment properties. These are updated to fair value based on information supplied by independent valuers.

Income tax

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Jewish Teachers' Training College

Notes to the Financial Statements *(continued)*

Year ended 31 July 2025

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.

Jewish Teachers' Training College

Notes to the Financial Statements *(continued)*

Year ended 31 July 2025

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:

Freehold land and buildings	-	5% reducing balance
Fixtures and fittings	-	15% reducing balance
Central heating installation	-	15% reducing balance
New classroom building	-	5% reducing balance

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Investments in associates

Investments in associates accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses.

Investments in associates accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value taken through income or expenditure. Where it is impracticable to measure fair value reliably the cost model will be adopted.

Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the associate arising before or after the date of acquisition.

Jewish Teachers' Training College

Notes to the Financial Statements *(continued)*

Year ended 31 July 2025

3. Accounting policies *(continued)*

Investments in joint ventures

Investments in jointly controlled entities accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses.

Investments in jointly controlled entities accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value taken through income or expenditure. Where it is impracticable to measure fair value reliably the cost model will be adopted.

Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the joint venture arising before or after the date of acquisition.

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.

Finance leases and hire purchase contracts

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

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.

Jewish Teachers' Training College

Notes to the Financial Statements *(continued)*

Year ended 31 July 2025

3. Accounting policies *(continued)*

Financial instruments *(continued)*

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.

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.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

Jewish Teachers' Training College

Notes to the Financial Statements *(continued)*

Year ended 31 July 2025

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £
Donations			
Donations	1,914,565	–	1,914,565
Voluntary contributions	1,619,890	–	1,619,890
Grants			
CST	–	220,669	220,669
	<u>3,534,455</u>	<u>220,669</u>	<u>3,755,124</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Donations			
Donations	976,267	–	976,267
Voluntary contributions	1,901,803	–	1,901,803
Grants			
CST	–	207,582	207,582
	<u>2,878,070</u>	<u>207,582</u>	<u>3,085,652</u>

5. Charitable activities

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Services	<u>46,917</u>	<u>46,917</u>	<u>88,787</u>	<u>88,787</u>

6. Investment income

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Income from investment properties	8,111	8,111	8,104	8,104
Bank interest receivable	2,017	2,017	3,819	3,819
	<u>10,128</u>	<u>10,128</u>	<u>11,923</u>	<u>11,923</u>

Jewish Teachers' Training College

Notes to the Financial Statements *(continued)*

Year ended 31 July 2025

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £
Charitable activities	2,795,578	220,669	3,016,247
Support costs	10,001	–	10,001
	<u>2,805,579</u>	<u>220,669</u>	<u>3,026,248</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Charitable activities	2,692,234	207,582	2,899,816
Support costs	12,169	–	12,169
	<u>2,704,403</u>	<u>207,582</u>	<u>2,911,985</u>

8. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2025 £	Total fund 2024 £
Charitable activities	3,016,247	–	3,016,247	2,899,816
Governance costs	–	10,001	10,001	12,169
	<u>3,016,247</u>	<u>10,001</u>	<u>3,026,248</u>	<u>2,911,985</u>

9. Net income

Net income is stated after charging/(crediting):

	2025 £	2024 £
Depreciation of tangible fixed assets	<u>223,563</u>	<u>218,886</u>

10. Auditors remuneration

	2025 £	2024 £
Fees payable for the audit of the financial statements	<u>5,000</u>	<u>4,200</u>
Fees payable to the charity's auditor and its associates for other services: Other non-audit services	<u>5,000</u>	<u>7,968</u>

Jewish Teachers' Training College

Notes to the Financial Statements *(continued)*

Year ended 31 July 2025

11. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2025	2024
	£	£
Wages and salaries	951,801	945,183
Social security costs	84,110	84,999
Employer contributions to pension plans	17,995	19,550
	<u>1,053,906</u>	<u>1,049,732</u>

The average head count of employees during the year was 41 (2024: 41). The average number of full-time equivalent employees during the year is analysed as follows:

	2025	2024
	No.	No.
Teaching staff	25	25
Administration	4	4
Domestic	5	5
Catering	6	6
Pension	1	1
	<u>41</u>	<u>41</u>

The number of employees whose remuneration for the year fell within the following bands, were:

	2025	2024
	No.	No.
£60,000 to £69,999	1	1
£70,000 to £79,999	1	1
	<u>2</u>	<u>2</u>

12. Trustee remuneration and expenses

Rabbi S Kohn is a trustee of the charity, for which he is not remunerated. He is remunerated for his role as Principal of the college. Total remuneration, including employers national insurance contributions and employers pension, £43,972 (2024: £43,646).

Jewish Teachers' Training College

Notes to the Financial Statements *(continued)*

Year ended 31 July 2025

13. Tangible fixed assets

	Freehold land and buildings £	Assets under construction £	Fixtures and fittings £	Central heating installation £	New classroom building £	Total £
Cost						
At 1 Aug 2024	5,752,573	975,639	1,527,414	60,636	2,549,499	10,865,761
Additions	95,011	459,253	119,243	–	–	673,507
At 31 Jul 2025	<u>5,847,584</u>	<u>1,434,892</u>	<u>1,646,657</u>	<u>60,636</u>	<u>2,549,499</u>	<u>11,539,268</u>
Depreciation						
At 1 Aug 2024	103,363	–	1,033,805	53,272	422,242	1,612,682
Charge for the year	24,161	–	91,934	1,105	106,363	223,563
At 31 Jul 2025	<u>127,524</u>	<u>–</u>	<u>1,125,739</u>	<u>54,377</u>	<u>528,605</u>	<u>1,836,245</u>
Carrying amount						
At 31 Jul 2025	<u>5,720,060</u>	<u>1,434,892</u>	<u>520,918</u>	<u>6,259</u>	<u>2,020,894</u>	<u>9,703,023</u>
At 31 Jul 2024	<u>5,649,210</u>	<u>975,639</u>	<u>493,609</u>	<u>7,364</u>	<u>2,127,257</u>	<u>9,253,079</u>

14. Investments

	Investment properties £
Cost or valuation	
At 1 August 2024 and 31 July 2025	<u>283,700</u>
Impairment	
At 1 August 2024 and 31 July 2025	
Carrying amount	
At 31 July 2025	<u>283,700</u>
At 31 July 2024	<u>283,700</u>

All investments shown above are held at valuation.

Investment properties

Investment property comprises of two properties owned by the charity which are held for rental returns.

The fair value of investment properties has been determined by the trustees on the basis of market value.

Jewish Teachers' Training College

Notes to the Financial Statements *(continued)*

Year ended 31 July 2025

15. Debtors

	2025	2024
	£	£
Trade debtors	2,250	8,250
Prepayments and accrued income	–	26,268
Other debtors	37,939	29,017
	<u>40,189</u>	<u>63,535</u>

16. Creditors: amounts falling due within one year

	2025	2024
	£	£
Bank loans and overdrafts	66,060	78,303
Trade creditors	127,059	184,919
Accruals and deferred income	31,960	44,083
Social security and other taxes	62,372	89,484
Obligations under finance leases and hire purchase contracts	12,128	14,553
Other creditors	2,588	65,634
	<u>302,167</u>	<u>476,976</u>

17. Creditors: amounts falling due after more than one year

	2025	2024
	£	£
Bank loans and overdrafts	1,055,161	1,108,978
Obligations under finance leases and hire purchase contracts	–	12,128
	<u>1,055,161</u>	<u>1,121,106</u>

18. Finance leases and hire purchase contracts

The total future minimum lease payments under finance leases and hire purchase contracts are as follows:

	2025	2024
	£	£
Not later than 1 year	12,128	14,553
Later than 1 year and not later than 5 years	–	12,128
	<u>12,128</u>	<u>26,681</u>

19. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £17,995 (2024: £19,550).

Jewish Teachers' Training College

Notes to the Financial Statements *(continued)*

Year ended 31 July 2025

20. Analysis of charitable funds

Unrestricted funds

	At 1 August 2024	Income £	Expenditure £	At 31 July 2025 £
General funds	3,675,336	3,591,500	(2,805,579)	4,461,257
Revaluation reserve	4,555,004	–	–	4,555,004
	<u>8,230,340</u>	<u>3,591,500</u>	<u>(2,805,579)</u>	<u>9,016,261</u>

	At 1 August 2023	Income £	Expenditure £	At 31 July 2024 £
General funds	3,400,959	2,978,780	(2,704,403)	3,675,336
Revaluation reserve	4,555,004	–	–	4,555,004
	<u>7,955,963</u>	<u>2,978,780</u>	<u>(2,704,403)</u>	<u>8,230,340</u>

Restricted funds

	At 1 August 2024	Income £	Expenditure £	At 31 July 2025 £
Restricted Funds	–	220,669	(220,669)	–

	At 1 August 2023	Income £	Expenditure £	At 31 July 2024 £
Restricted Funds	–	207,582	(207,582)	–

Jewish Teachers' Training College

Notes to the Financial Statements *(continued)*

Year ended 31 July 2025

21. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2025 £
Tangible fixed assets	9,703,023	9,703,023
Investments	283,700	283,700
Current assets	386,866	386,866
Creditors less than 1 year	(302,167)	(302,167)
Creditors greater than 1 year	(1,055,161)	(1,055,161)
Net assets	<u>9,016,261</u>	<u>9,016,261</u>

	Unrestricted Funds £	Total Funds 2024 £
Tangible fixed assets	9,253,079	9,253,079
Investments	283,700	283,700
Current assets	291,643	291,643
Creditors less than 1 year	(476,976)	(476,976)
Creditors greater than 1 year	(1,121,106)	(1,121,106)
Net assets	<u>8,230,340</u>	<u>8,230,340</u>

22. Analysis of changes in net debt

	At 1 Aug 2024 £	Cash flows £	At 31 Jul 2025 £
Cash at bank and in hand	228,108	118,569	346,677
Debt due within one year	(92,856)	14,668	(78,188)
Debt due after one year	(1,121,106)	65,945	(1,055,161)
	<u>(985,854)</u>	<u>199,182</u>	<u>(786,672)</u>

23. Related parties

During the year the charity entered into the following transactions with related parties:

Six family members of one of the trustees received remuneration, including employers national insurance contributions and employers pension totalling £145,304 (2024: £141,459).