

Charity Registration No 1123950

Company Registration No 06545357 (England and Wales)

EDGWARE ADATH YISROEL CONGREGATION LIMITED
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT AND UNAUDITED ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2013

THURSDAY



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EDGWARE ADATH YISROEL CONGREGATION LIMITED
(A COMPANY LIMITED BY GUARANTEE)
LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

A J Brummer
J Busse
N Cohen
D A Cowan
J Cramer
A N Gersch
M D Jaeger
E Kosiner
A Portnoy
D Shaya
M M Steinhart
D Weil
R Youngerwood

Secretary

A Gersch

Charity number

1123950

Company number

06545357

Principal address

265 Hale Lane
Edgware
Middlesex
HA8 8NW

Independent examiner

P G Herszft
Glazers
843 Finchley Road
London
NW11 8NA

**EDGWARE ADATH YISROEL CONGREGATION LIMITED
(A COMPANY LIMITED BY GUARANTEE)
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EDGWARE ADATH YISROEL CONGREGATION LIMITED
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT

FOR THE YEAR ENDED 31 AUGUST 2013

The trustees present their report and accounts for the year ended 31 August 2013

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 Memorandum and Articles of Association, the Companies Act 2006 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005

Structure, governance and management

The charity is a company limited by guarantee, registered at Companies House on 26 March 2008. The operation of the organisation is controlled by its Memorandum and Articles of Association which were adopted by the members on 31 March 2008.

The trustees, who are also the directors for the purpose of company law, and who served during the year were

| | |
|---------------|---------------------------|
| A J Brummer | (Appointed 17 April 2013) |
| J Busse | |
| N Cohen | |
| D A Cowan | |
| J Cramer | |
| A N Gersch | (Appointed 17 April 2013) |
| M D Jaeger | |
| E Kosiner | |
| A Portnoy | (Appointed 17 April 2013) |
| D Shaya | |
| M M Steinhart | |
| D Weil | |
| R Youngerwood | |

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company. All members of the company guarantee to contribute £1 in the event of a winding up.

A Council of Management consisting of two wardens, two joint treasurers, and an honorary secretary (referred to as the Honorary Officers) and eight other persons are elected each year at the Annual General Meeting. In addition to their appointment as the Council of Management, each person elected is a director of the company and effectively then becomes a trustee of the Charity.

There are inextricable links between EAYC and Beit Shvidler Primary School. The Articles of Association require one member of the Council of Management to be a governor of the school, and a reciprocal arrangement exists for a nominated governor of BSPS to hold office as a trustee of the charity.

EAYC operates the EAYC nursery which has its own Board of Governors who are appointed annually at the nursery's annual general meeting. The transactions of the nursery are included in these accounts.

EAYC has connections with the Edgware Eruv Committee, registered charity number 1111850.

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.

General running expenses of the Synagogue have historically been covered by voluntary contributions and general donations and the Council of Management see no reason why this should not continue in the future. The loan with Barclays Bank plc is secured against the freehold property. The Trustees consider that ongoing pledges and building fund commitments made by members and other well-wishers, together with future fundraising activities, will be sufficient to cover this arrangement.

**EDGWARE ADATH YISROEL CONGREGATION LIMITED
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT (CONTINUED)**

FOR THE YEAR ENDED 31 AUGUST 2013

Objectives and activities

The organisation exists to manage and administer the Edgware Adath Yisroel Congregation and its Synagogue, and to advance orthodox Jewish religion and orthodox Jewish religious education

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

The main function has been to ensure the continued running of the Synagogue in all its facets

EAYC runs the EAYC nursery through a separately appointed Board of Governors

There is an active education committee who arrange learning activities at all levels for all ages

EAYC runs a G'mach fund under the control of the Rabbi and a Baby G'mach for the hire of equipment EAYC also collects funds on a regular basis for many other independent charities

All the services provided by the Synagogue are available to the general public without charge

Financial review

Donations and legacies received in the year ending 2013 are significantly lower than the previous year In the previous year the EAYC received a one off compensation payment of £150,000 from the Jewish Secondary School Movement in relation to the cost of housing the EAYC Nursery at 265 Hale Lane

In addition an amount of £50,000 recognised in the previous years as incoming restricted funds (building fund donations) was in fact a short term loan and it has been reclassified accordingly This loan was repaid post year end

The general running costs of the synagogue were similar to previous years and were matched by voluntary contributions and general donations during the year

The nursery finances are planned on a self funding basis and this year made a small surplus

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to six month's normal budgeted expenditure plus a small contingency fund The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the company's current activities while consideration is given to ways in which additional funds may be raised This level of reserves has been maintained throughout the year

On behalf of the board of trustees



D Shaya
Director

Dated 28-08-2014.

**EDGWARE ADATH YISROEL CONGREGATION LIMITED
(A COMPANY LIMITED BY GUARANTEE)
INDEPENDENT EXAMINER'S REPORT**

TO THE TRUSTEES OF EDGWARE ADATH YISROEL CONGREGATION LIMITED

I report on the accounts of the charity for the year ended 31 August 2013, which are set out on pages 4 to 13

Respective responsibilities of trustees and examiner

The trustees, who are also the directors of Edgware Adath Yisroel Congregation Limited for the purposes of company law, are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011, the 2011 Act, and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination being a Chartered Accountant.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to

- (i) examine the accounts under section 145 of the 2011 Act,
- (ii) to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act, and
- (iii) to state whether particular matters have come to my attention

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

- (a) which gives me reasonable cause to believe that in any material respect the requirements
 - (i) to keep accounting records in accordance with section 386 of the Companies Act 2006, and
 - (ii) to prepare accounts which accord with the accounting records, comply with the accounting requirements of 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice Accounting and Reporting by Charities,
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached

✓

P G Herszaft

Chartered Accountant
Glaziers
843 Finchley Road
London
NW11 8NA

Dated 28.04.2014

EDGWARE ADATH YISROEL CONGREGATION LIMITED
(A COMPANY LIMITED BY GUARANTEE)
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2013

| | Notes | Unrestricted funds £ | Designated funds £ | Restricted funds £ | Total 2013 £ | Total 2012 £ |
|---|-------|-------------------------|-----------------------|-----------------------|--------------------|--------------------|
| Incoming resources from generated funds | | | | | | |
| Donations and legacies | 2 | 211,402 | - | 52,102 | 263,504 | 445,191 |
| Investment income | 3 | 4,182 | - | - | 4,182 | 629 |
| | | <u>215,584</u> | <u>-</u> | <u>52,102</u> | <u>267,686</u> | <u>445,820</u> |
| Incoming resources from charitable activities | 4 | - | 158,017 | - | 158,017 | 136,604 |
| Total incoming resources | | <u>215,584</u> | <u>158,017</u> | <u>52,102</u> | <u>425,703</u> | <u>582,424</u> |
| Resources expended | | | | | | |
| Charitable activities | | | | | | |
| Synagogue activities | | 211,631 | - | - | 211,631 | 194,036 |
| Nursery | | - | 150,337 | - | 150,337 | 138,338 |
| Restricted funds | 12 | - | - | 73,513 | 73,513 | 61,526 |
| Ladies Guild | | 1,286 | - | - | 1,286 | - |
| Total charitable expenditure | | <u>212,917</u> | <u>150,337</u> | <u>73,513</u> | <u>436,767</u> | <u>393,900</u> |
| Governance costs | | 1,598 | 1,411 | 14,435 | 17,444 | 38,030 |
| Total resources expended | | <u>214,515</u> | <u>151,748</u> | <u>87,948</u> | <u>454,211</u> | <u>431,930</u> |
| Net incoming/(outgoing) resources before transfers | | <u>1,069</u> | <u>6,269</u> | <u>(35,846)</u> | <u>(28,508)</u> | <u>150,494</u> |
| Gross transfers between funds | | 19,494 | - | (19,494) | - | - |
| Net income/(expenditure) for the year/ Net movement in funds | | <u>20,563</u> | <u>6,269</u> | <u>(55,340)</u> | <u>(28,508)</u> | <u>150,494</u> |
| Fund balances at 1 September 2012 | | 2,425,737 | (6,887) | 74,779 | 2,493,629 | 2,343,130 |
| Fund balances at 31 August 2013 | | <u>2,446,300</u> | <u>(618)</u> | <u>19,439</u> | <u>2,465,121</u> | <u>2,493,624</u> |

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006

EDGWARE ADATH YISROEL CONGREGATION LIMITED
(A COMPANY LIMITED BY GUARANTEE)
BALANCE SHEET

AS AT 31 AUGUST 2013

| | Notes | 2013 | | 2012 | |
|---|-------|------------------|------------------|------------------|------------------|
| | | £ | £ | £ | £ |
| Fixed assets | | | | | |
| Tangible assets | 8 | | 2,763,270 | | 2,781,839 |
| Current assets | | | | | |
| Debtors | 9 | 43,382 | | 51,219 | |
| Cash at bank and in hand | | 285,143 | | 246,416 | |
| | | <u>328,525</u> | | <u>297,635</u> | |
| Creditors amounts falling due within one year | 10 | <u>(136,140)</u> | | <u>(75,642)</u> | |
| Net current assets | | | <u>192,385</u> | | <u>221,993</u> |
| Total assets less current liabilities | | | <u>2,955,655</u> | | <u>3,003,832</u> |
| Creditors amounts falling due after more than one year | 11 | | <u>(490,534)</u> | | <u>(510,208)</u> |
| Net assets | | | <u>2,465,121</u> | | <u>2,493,624</u> |
| Income funds | | | | | |
| Restricted funds | 12 | | 19,439 | | 74,779 |
| Unrestricted funds | | | | | |
| Designated funds | 13 | | (618) | | (6,888) |
| Other charitable funds | | | | | |
| Unrestricted income funds | | 896,300 | | 875,733 | |
| Revaluation reserve | | <u>1,550,000</u> | | <u>1,550,000</u> | |
| | | | <u>2,446,300</u> | | <u>2,425,733</u> |
| | | | <u>2,465,121</u> | | <u>2,493,624</u> |

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2013. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these accounts.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

**EDGWARE ADATH YISROEL CONGREGATION LIMITED
(A COMPANY LIMITED BY GUARANTEE)
BALANCE SHEET (CONTINUED)**

AS AT 31 AUGUST 2013

These accounts have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006

The accounts were approved by the Board on 18-04-2014



A J Brummer
Director



N Cohen
Director

Company Registration No 06545357

EDGWARE ADATH YISROEL CONGREGATION LIMITED
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2013

1 Accounting policies

1.1 Basis of preparation

The accounts have been prepared under the historical cost convention modified to include the revaluation of certain fixed assets

The accounts have been prepared in accordance with applicable accounting standards, the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005 and the Companies Act 2006

1.2 Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income

Voluntary income is received by way of donations and pledges and is recognised in full when received

The value of services provided by volunteers has not been included

Grants are recognised in full in the year in which they are receivable

Income from investments is recognised in the year in which it is receivable

1.3 Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be recovered and which is reported as part of the expenditure to which it relates

Costs of generating funds comprise the cost associated with attracting voluntary income and the cost of trading for fundraising purposes

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

The cost of renovating the property at 265 Hale Lane Edgware has been capitalised

1.4 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows

| | |
|--------------------------------|-------------------|
| Fixtures, fittings & equipment | 25% straight line |
|--------------------------------|-------------------|

The freehold property at 265 Hale Lane, Edgware, has been included at the professional valuation provided in December 2008 to the Charity's bankers plus all refurbishment expenditure to date at cost. Depreciation has not been provided as the Charity has a policy and practice of regular maintenance and repair such that the asset will be kept to its previously assessed standard and the property is unlikely to suffer from economic or technical obsolescence

EDGWARE ADATH YISROEL CONGREGATION LIMITED
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

2 Donations and legacies

| | Unrestricted funds £ | Restricted funds £ | Total 2013 £ | Total 2012 £ |
|---------------------|----------------------------|--------------------------|--------------------|--------------------|
| Donations and gifts | <u>211,402</u> | <u>52,102</u> | <u>263,504</u> | <u>445,191</u> |

3 Investment income

| | 2013 £ | 2012 £ |
|---------------------|--------------|------------|
| Interest receivable | <u>4,182</u> | <u>629</u> |

4 Incoming resources from charitable activities

| | 2013 £ | 2012 £ |
|--------------|----------------|----------------|
| EAYC Nursery | <u>158,017</u> | <u>136,604</u> |

EDGWARE ADATH YISROEL CONGREGATION LIMITED
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

| 5 Total resources expended | 2013 | 2012 |
|------------------------------|-----------------------|-----------------------|
| | £ | £ |
| Charitable activities | | |
| Synagogue activities | 211,631 | 194,036 |
| Nursery | 150,337 | 138,338 |
| Restricted funds | 73,513 | 61,526 |
| Ladies Guild | 1,286 | - |
| | <u>436,767</u> | <u>393,900</u> |
| Governance costs | 17,444 | 38,030 |
| | <u>454,211</u> | <u>431,930</u> |

Governance costs includes payments to the auditors of £nil (2012 £3,600) for audit fees. An audit is not required for the year to 31 August 2013.

6 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year. The wives of certain trustees are employed by the Nursery on normal contracts of employment.

EDGWARE ADATH YISROEL CONGREGATION LIMITED
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

7 Employees

Number of employees

The average monthly number of employees during the year was

| | 2013 Number | 2012 Number |
|--------------------------------------|----------------|----------------|
| Rabbi | 1 | 1 |
| Synagogue administration and welfare | 2 | 3 |
| Nursery | 15 | 12 |
| | <u>18</u> | <u>16</u> |

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

8 Tangible fixed assets

| | Land and buildings £ | Fixtures, fittings & equipment £ | Total £ |
|---|----------------------------|---|------------------|
| Cost or valuation | | | |
| At 1 September 2012 and at 31 August 2013 | <u>2,761,597</u> | <u>61,521</u> | <u>2,823,118</u> |
| Depreciation | | | |
| At 1 September 2012 | - | 41,278 | 41,278 |
| Charge for the year | - | 18,570 | 18,570 |
| At 31 August 2013 | <u>-</u> | <u>59,848</u> | <u>59,848</u> |
| Net book value | | | |
| At 31 August 2013 | <u>2,761,597</u> | <u>1,673</u> | <u>2,763,270</u> |
| At 31 August 2012 | <u>2,761,597</u> | <u>20,242</u> | <u>2,781,839</u> |

9 Debtors

| | 2013 £ | 2012 £ |
|---------------|---------------|---------------|
| Trade debtors | 5,018 | 12,673 |
| Other debtors | 38,364 | 38,546 |
| | <u>43,382</u> | <u>51,219</u> |

EDGWARE ADATH YISROEL CONGREGATION LIMITED
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

| 10 Creditors amounts falling due within one year | 2013 £ | 2012 £ |
|--|----------------|---------------|
| Bank loans | 19,269 | 19,269 |
| Trade creditors | 7,732 | 7,632 |
| Taxes and social security costs | 1,074 | - |
| Other creditors | 90,000 | 40,000 |
| Accruals | 18,065 | 8,741 |
| | <u>136,140</u> | <u>75,642</u> |

The bank loan is secured on the charity's freehold property

| 11 Creditors amounts falling due after more than one year | 2013 £ | 2012 £ |
|---|----------------|----------------|
| Bank loans | <u>490,534</u> | <u>510,208</u> |
| Analysis of loans | | |
| Not wholly repayable within five years by instalments | | |
| Loan repayable after more than five years | 394,189 | 413,683 |
| Wholly repayable within five years | 115,614 | 115,794 |
| | <u>509,803</u> | <u>529,477</u> |
| Included in current liabilities | (19,269) | (19,269) |
| | <u>490,534</u> | <u>510,208</u> |
| Loan maturity analysis | | |
| Debt due in one year or less | 19,269 | 19,269 |
| In more than two years but not more than five years | 77,076 | 77,076 |
| In more than five years | 394,189 | 413,683 |
| | <u>490,534</u> | <u>510,028</u> |

The bank loan is secured on the charity's freehold property

EDGWARE ADATH YISROEL CONGREGATION LIMITED
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

12 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes

| | Movement in funds | | | | |
|--|--------------------------------------|----------------------------|----------------------------|-----------------|-----------------------------------|
| | Balance at 1 September 2012 | Incoming resources £ | Resources expended £ | Transfers £ | Balance at 31 August 2013 £ |
| Building Fund account | 37,047 | 29,573 | (64,515) | (19,494) | (17,389) |
| Tzedokah Fund | 1,913 | - | - | - | 1,913 |
| Kol Nidre and related appeals | 2,521 | 2,442 | - | - | 4,963 |
| Rabbi's fund for the needy, inc Kimche d'Pische | 6,758 | 12,775 | (11,005) | - | 8,528 |
| General and Baby G'Mach | 8,300 | 75 | - | - | 8,375 |
| Eruv Fund | 10,535 | 4,650 | (9,142) | - | 6,043 |
| Education and books fund | 1,393 | 903 | (500) | - | 1,796 |
| Sefer Torah Repair Fund | 2,709 | - | - | - | 2,709 |
| Board of Deputies | 3,013 | 1,649 | (2,786) | - | 1,876 |
| Other | 590 | 35 | - | - | 625 |
| | <u>74,779</u> | <u>52,102</u> | <u>(87,948)</u> | <u>(19,494)</u> | <u>19,439</u> |

Following the reclassification of a loan of £50,000 as detailed in the Trustees' Report, the Building Fund is in deficit This position has been rectified post year end

13 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes

| | Movement in funds | | | |
|--------------|--------------------------------------|----------------------------|----------------------------|-----------------------------------|
| | Balance at 1 September 2012 | Incoming resources £ | Resources expended £ | Balance at 31 August 2013 £ |
| EAYC Nursery | (6,887) | 158,017 | (151,748) | (618) |
| | <u>(6,887)</u> | <u>158,017</u> | <u>(151,748)</u> | <u>(618)</u> |

EDGWARE ADATH YISROEL CONGREGATION LIMITED
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

14 Analysis of net assets between funds

| | Unrestricted funds £ | Designated funds £ | Restricted funds £ | Total £ |
|--|----------------------------|--------------------------|--------------------------|------------------|
| Fund balances at 31 August 2013 are represented by | | | | |
| Tangible fixed assets | 2,763,270 | - | - | 2,763,270 |
| Current assets | 296,164 | 12,922 | 19,439 | 328,525 |
| Creditors amounts falling due within one year | (122,600) | (13,540) | - | (136,140) |
| Creditors amounts falling due after more than one year | (490,534) | - | - | (490,534) |
| | <u>2,446,300</u> | <u>(618)</u> | <u>19,439</u> | <u>2,465,121</u> |
| Unrealised gains included above | | | | |
| On tangible fixed assets | 1,550,000 | - | - | 1,550,000 |
| | <u>1,550,000</u> | <u>-</u> | <u>-</u> | <u>1,550,000</u> |
| Reconciliation of movements in unrealised gains | | | | |
| Unrealised gains at 1 September 2012 | 1,550,000 | - | - | 1,550,000 |
| Unrealised gains at 31 August 2013 | <u>1,550,000</u> | <u>-</u> | <u>-</u> | <u>1,550,000</u> |