

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST 2016
FOR
MENORAH FOUNDATION**

Joseph Kahan Associates LLP
Chartered Accountants
Statutory Auditors
923 Finchley Road
London
NW11 7PE

MENORAH FOUNDATION
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FOR THE YEAR ENDED 31ST AUGUST 2016

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MENORAH FOUNDATION
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST AUGUST 2016

The trustees present their report with the financial statements of the charity for the year ended 31st August 2016. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1044649

Principal address

13 Beaufort Gardens
Hendon
London
NW4 3QN

Trustees

S J Goldberg
M Wechsler
P M Kreditor
J Kon
A J Perrin
A Jacobs

Auditors

Joseph Kahan Associates LLP
Chartered Accountants
Statutory Auditors
923 Finchley Road
London
NW11 7PE

Bankers

HSBC Bank Plc
Leeds DSC
Arlington Business Centre
Millshaw Park Lane
Leeds
LS11 0PA

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

Induction and training of new trustees

Any new trustees would upon appointment be fully trained by existing trustees to ensure they achieve and maintain the high standards that are expected of them.

Trustees and Organisational Structure

The Trust is an unincorporated trust constituted under a trust deed dated 10th April 1992. Appointment of Trustees is governed by the Trust Deed of the Charity. The Board of Trustees is authorised to appoint new Trustees to fill vacancies arising through resignation or death of an existing Trustee. The Trust Deed authorises the Trustees to make and hold investments using the general funds of the Charity, but no such investments are presently held.

Risk management

The Trustees actively review the major risks which the Charity faces on a regular basis and believe that maintaining reserves at current levels, combined with annual reviews of key financial systems, will provide sufficient resources in the event of adverse conditions.

MENORAH FOUNDATION
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST AUGUST 2016

OBJECTIVES AND ACTIVITIES

Objectives and Activities

The objectives are as follows:-

- To advance Orthodox Jewish Education, including, in particular, but without prejudice, as to the generality of the foregoing, providing financial support to the Menorah Foundation School.
- To advance the religion of the Jewish faith in accordance with Orthodox practice.
- Other purposes as are recognised by the law of England and Wales as charitable.

The policy of the Charitable Trust continues to be to seek additional finance and support to further its aims.

ACHIEVEMENT AND PERFORMANCE

The Trustees consider that the performance of the Charity this year has been satisfactory. The educational arm of the Charity has had a further successful year, and the Trustees are confident that the present level of activity will continue in the foreseeable future.

The Trust would not be able to provide such a wide service to our beneficiaries without the continued support of a large number of willing support staff.

FINANCIAL REVIEW

The Trustees consider that the performance of the Charity this year has been satisfactory.

During the year the Charity has raised £738,841 (£615,031 in 2015) from donations and gifts. There was no fund raising dinner function this year. Together, with reserves brought forward, it donated £679,630 (£739,853 in 2015) to the Menorah Foundation School.

Additional funds have subsequently been raised to enable the Trust to continue in operation for the foreseeable future.

PLANS FOR THE FUTURE

The need for our services is increasing and we plan to continue doing what we can to assist. However, the Trustees realise that we must use the resources we have wisely, and so we will continue to target those problems where we have expertise to make the most difference. We therefore intend to continue our approach of education and training with further projects to build on the previous ones.

MENORAH FOUNDATION
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST AUGUST 2016

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees 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, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

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

Approved by order of the board of trustees on 24th May 2017 and signed on its behalf by:

A Jacobs - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF MENORAH FOUNDATION

We have audited the financial statements of Menorah Foundation for the year ended 31st August 2016 on pages six to eleven. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the charity's trustees, 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 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.

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees Responsibilities set out on page three, the trustees are responsible for the preparation of the financial statements which give a true and fair view.

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with regulations made under Section 154 of that Act.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Trustees to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31st August 2016 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 applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
MENORAH FOUNDATION**

Matters on which we are required to report by exception

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

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements ; or
- sufficient 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.

Joseph Kahan Associates LLP

Chartered Accountants

Statutory Auditors

Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006

923 Finchley Road

London

NW11 7PE

24th May 2017

MENORAH FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST AUGUST 2016

		2016 Unrestricted fund £	2015 Total funds £
	Notes		
INCOMING RESOURCES			
Incoming resources from generated funds			
Voluntary income	2	1,479,189	615,031
Investment income	3	131	129
Total incoming resources		1,479,320	615,160
 RESOURCES EXPENDED			
Charitable activities	4		
Donations to Menorah Foundation School		679,630	739,853
Governance costs	5	3,000	3,000
Total resources expended		682,630	742,853
 NET INCOMING/(OUTGOING) RESOURCES		796,690	(127,693)
 RECONCILIATION OF FUNDS			
Total funds brought forward		1,782,924	1,910,617
 TOTAL FUNDS CARRIED FORWARD		2,579,614	1,782,924

The notes form part of these financial statements

MENORAH FOUNDATION

**BALANCE SHEET
AT 31ST AUGUST 2016**

		2016 Unrestricted fund £	2015 Total funds £
	Notes		
FIXED ASSETS			
Tangible assets	7	2,385,452	1,606,160
CURRENT ASSETS			
Cash at bank		210,291	192,223
CREDITORS			
Amounts falling due within one year	8	(16,129)	(15,459)
NET CURRENT ASSETS		<u>194,162</u>	<u>176,764</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,579,614	1,782,924
NET ASSETS		<u><u>2,579,614</u></u>	<u><u>1,782,924</u></u>
FUNDS	9		
Unrestricted funds		<u>2,579,614</u>	<u>1,782,924</u>
TOTAL FUNDS		<u><u>2,579,614</u></u>	<u><u>1,782,924</u></u>

The financial statements were approved by the Board of Trustees on 24th May 2017 and were signed on its behalf by:

M Wechsler -Trustee

A Jacobs -Trustee

The notes form part of these financial statements

MENORAH FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST 2016

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Charities Act 2011 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

Incoming resources

Voluntary income, donations and grants receivable are accounted for as received by the Charity.

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

(a) Where information about the aims, objectives and projects of the Charity is provided in the context of fundraising material in an educational manner in the furtherance of the Charity's objectives, those costs are apportioned to charitable expenditure.

(b) Governance costs are the costs associated with the governance arrangements of the Charity and therefore audit and accountancy fees are included within this category.

(c) Value Added Tax is not recoverable by the Charity and, as such, it is included in the relevant costs in the Statement of Financial Activities.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Improvements to property	- not provided
Security equipment	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 33.33% on cost

The property and related improvements are not depreciated as there is no quantifiable impairment. The property is held for charitable purposes.

Taxation

The charity is exempt from tax on its charitable activities.

Grants received

From 1st September 2015, the trustees have recorded grants received by the charity from London Borough of Barnet in respect of the building work being funded by them. Previously, this was treated as income received on behalf of Menorah Foundation School. No adjustment has been made for prior years as the trustees have discretion over the timing of this policy and have determined that the previous policy was correct up to 31st August 2015.

MENORAH FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST AUGUST 2016**

2. VOLUNTARY INCOME

	2016 £	2015 £
Donations and gifts	738,841	615,031
Grants for building enhancement	740,348	-
	<u>1,479,189</u>	<u>615,031</u>

Grants received, included in the above, are as follows:

	2016 £	2015 £
Other grants	<u>740,348</u>	<u>-</u>

3. INVESTMENT INCOME

	2016 £	2015 £
Interest receivable	<u>131</u>	<u>129</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct costs £	Totals £
Donations to Menorah Foundation School	<u>679,630</u>	<u>679,630</u>

5. GOVERNANCE COSTS

	2016 £	2015 £
Auditors' remuneration	2,400	2,400
Auditors' remuneration for non-audit work	600	600
	<u>3,000</u>	<u>3,000</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st August 2016 nor for the year ended 31st August 2015 .

Trustees' expenses

There were no trustees' expenses paid for the year ended 31st August 2016 nor for the year ended 31st August 2015 .

MENORAH FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST AUGUST 2016**

7. TANGIBLE FIXED ASSETS

	Improvements to property £	Security equipment £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 1st September 2015	1,596,095	25,556	30,475	13,386	1,665,512
Additions	781,331	1,444	-	-	782,775
At 31st August 2016	2,377,426	27,000	30,475	13,386	2,448,287
DEPRECIATION					
At 1st September 2015	-	23,616	23,157	12,579	59,352
Charge for year	-	847	1,829	807	3,483
At 31st August 2016	-	24,463	24,986	13,386	62,835
NET BOOK VALUE					
At 31st August 2016	2,377,426	2,537	5,489	-	2,385,452
At 31st August 2015	1,596,095	1,940	7,318	807	1,606,160

Historic improvements to property have been transferred to Menorah Foundation School by means of a gift of the assets. This formed part of donations made during previous years and reflects the substance of the expenditure.

All property improvements from 1st September 2015 have been capitalised in these charity accounts.

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Taxation and social security	13,129	12,459
Other creditors	3,000	3,000
	16,129	15,459

9. MOVEMENT IN FUNDS

	At 1/9/15 £	Net movement in funds £	At 31/8/16 £
Unrestricted funds			
General fund	1,782,924	796,690	2,579,614
TOTAL FUNDS	1,782,924	796,690	2,579,614

MENORAH FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST AUGUST 2016**

9. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,479,320	(682,630)	796,690
TOTAL FUNDS	<u>1,479,320</u>	<u>(682,630)</u>	<u>796,690</u>

MENORAH FOUNDATION

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST AUGUST 2016**

	2016 £	2015 £
INCOMING RESOURCES		
Voluntary income		
Donations and gifts	738,841	615,031
Grants for building enhancement	740,348	-
	<u>1,479,189</u>	<u>615,031</u>
Investment income		
Interest receivable	131	129
	<u>1,479,320</u>	<u>615,160</u>
Total incoming resources		
	<u>1,479,320</u>	<u>615,160</u>
RESOURCES EXPENDED		
Charitable activities		
Direct grants made to Menorah Foundation School	67,206	162,175
Bank charges and interest	-	34
Educational supplies and outings	28,043	29,732
Salaries and employment related costs	572,381	536,738
Printing, postage, stationery, computer consumables and software	2,277	5,285
Premises maintenance	670	-
Staff training & courses and recruitment	88	-
Legal and educational advice	1,381	1,500
Advertising and function expenses	4,101	900
Depreciation of security equipment	847	647
Depreciation of fixtures and fittings	1,829	2,439
Depreciation of computer equipment	807	403
	<u>679,630</u>	<u>739,853</u>
Governance costs		
Auditors' remuneration	2,400	2,400
Auditors' remuneration for non-audit work	600	600
	<u>3,000</u>	<u>3,000</u>
Total resources expended	<u>682,630</u>	<u>742,853</u>
Net income/(expenditure)	<u><u>796,690</u></u>	<u><u>(127,693)</u></u>

This page does not form part of the statutory financial statements