

---

**ISRAELI SCOUTS WESTERN EUROPE**

---

**UNAUDITED**

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2016**

---

## ISRAELI SCOUTS WESTERN EUROPE

---

### CONTENTS

---

	Page
<b>Reference and administrative details of the charity, its trustees and advisers</b>	<b>1</b>
<b>Trustees' report</b>	<b>2 - 3</b>
<b>Independent examiner's report</b>	<b>4 - 5</b>
<b>Statement of financial activities</b>	<b>6</b>
<b>Balance sheet</b>	<b>7</b>
<b>Notes to the financial statements</b>	<b>8 - 14</b>

---

## ISRAELI SCOUTS WESTERN EUROPE

---

### REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2016

---

<b>Trustees</b>	Harry Daniel Scott Saunders Manuela Lea Rathaus-Alper Eli Ben Yosef (resigned 5 April 2017) Tali Tzemach (resigned 14 June 2017) Carlo Cali Cohen (appointed 13 January 2016)
<b>Charity registered number</b>	1156815
<b>Principal office</b>	Central House 1 Ballards Lane London N3 1LQ
<b>Independent Examiner</b>	Paul L Kutner FCA Landau Morley LLP York House Empire Way Wembley Middlesex HA9 0FQ

---

## ISRAELI SCOUTS WESTERN EUROPE

---

### TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2016

---

The Trustees present their annual report together with the financial statements of for the year from 1 January 2016 to 31 December 2016.

#### Objectives and Activities

##### a. POLICIES AND OBJECTIVES

1. to promote the development of young people, in particular but not exclusively Hebrew speaking young people, in achieving their full physical, intellectual, social and spiritual potentials, as individuals, as responsible citizens, and as members of their local, national and international communities.

2. to help young people, especially but not exclusively through leisure time activities, so as to develop their capabilities that they may grow to full maturity as individuals and members of society.

3. to promote equality and diversity for the public benefit by (for example):

(a) the elimination of discrimination on the grounds of race, gender, disability, sexual orientation or religion;

(b) advancing education and raising awareness in equality and diversity;

(c) promoting activities to foster understanding between people from diverse backgrounds;

(d) conducting or commissioning research on equality and diversity issues and publishing the results to the public;

(e) cultivating a sentiment in favour of equality and diversity.

4. to promote racial harmony for the public benefit by: (for example)

(a) promoting knowledge and mutual understanding between different racial groups;

(b) advancing education and raising awareness about different racial groups to promote good relations between persons of different racial groups;

(c) working towards the elimination of discrimination on the grounds of race.

##### b. MAIN ACTIVITIES UNDERTAKEN TO FURTHER THE CHARITY'S PURPOSES FOR PUBLIC BENEFIT

The trustees confirm that they have referred to the public benefit guidance by the Charity Commission when reviewing the charity's aims and objectives and in planning future activities.

For the benefit of the public, activities have expanded and are available to the community through many different events we arrange throughout 2016. For example, a large scale community event for the whole family to celebrate Purim, in cooperation with JW3 (the largest Jewish Community Centre in London) in order to engage as many people as possible from the community. The event included activities for the whole family, food and a performance.

#### Achievements and performance

##### a. REVIEW OF ACTIVITIES

Substantial growth in our activities in the UK, with a successful new branch in Manchester and Wimbledon. We have also opened new groups in London to reach and engage more children, and established the Israeli Scouts as a leading organisation in planning events for the Community (such as - Hanuka event, Remembrance Day

---

## ISRAELI SCOUTS WESTERN EUROPE

---

### TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 31 DECEMBER 2016

---

ceremony, Rabin memorial service).

In order to improve professionally, there has been a rise in the quality of the training programme for our staff, who now receive special training from Israel.

#### **Financial review**

##### **a. REVIEW OF FINANCIAL POSITION**

For details of the charity's financial position see page 7 of the financial statements.

##### **b. RESERVES POLICY**

The charity does not aim to keep large sums of money in reserve. Some reserves may be maintained for specific periods, to be used as financial support for Aliya program participant who may require substantial amounts. The charity spends what is necessary and turns to Israel if there are any difficulties.

#### **Structure, governance and management**

##### **a. CONSTITUTION**

The Charity is a Charitable Incorporated Organisation governed by a constitution dated 24 April 2014.

##### **b. METHOD OF APPOINTMENT OR ELECTION OF TRUSTEES**

The management of the charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Constitution.

The Trustees administer the Charity on a day to day basis making whatever decisions they consider necessary to enable it to meet its objectives.

Apart from the first charity trustees, every trustee must be appointed (for a term of three years) by a resolution passed at a properly convened meeting of the charity trustees.

The trustees must have regard to the skills, knowledge and experience needed for the effective administration of the charity.

##### **c. POLICIES ADOPTED FOR THE INDUCTION AND TRAINING OF TRUSTEES**

Newly appointment trustees undergo induction training to brief them on their legal obligations under charity law.

Trustees are also are provided with a copy of the charity's constitution and a copy of the charity's latest financial statements, in order that they can obtain a sufficient level of knowledge to enable them to perform their roles effectively.

This report was approved by the Trustees, on 8 October 2017 and signed on their behalf by:

Scott Saunders  
Trustee

Harry Daniel  
Trustee

---

## ISRAELI SCOUTS WESTERN EUROPE

---

### INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2016

---

#### INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF ISRAELI SCOUTS WESTERN EUROPE

I report on the financial statements of the charity for the year ended 31 December 2016 which are set out on pages 6 to 14.

#### RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND EXAMINER

The charity's Trustees are responsible for the preparation of the financial statements, and they consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the Act) and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of ICAEW..

It is my responsibility to:

- examine the financial statements under section 145 of the Act;
- follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the Act; and
- 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 financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, 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 financial statements present a 'true and fair view' and the report is limited to those matters set out in the statement below.

---

**ISRAELI SCOUTS WESTERN EUROPE**

---

**INDEPENDENT EXAMINER'S REPORT (continued)  
FOR THE YEAR ENDED 31 DECEMBER 2016**

---

**INDEPENDENT EXAMINER'S STATEMENT**

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that in any material respect the requirements:
- to keep accounting records in accordance with section 130 of the Act; and
  - to prepare financial statements which accord with the accounting records, Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard in the UK and Republic of Ireland (FRS 102) and in other respects comply with the accounting requirements of the Act.
- have not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

Signed:

Dated: 9 October 2017

**PAUL L KUTNER FCA**

Landau Morley LLP

York House  
Empire Way  
Wembley, Middlesex  
HA9 0FQ

---

**ISRAELI SCOUTS WESTERN EUROPE**

---

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 DECEMBER 2016**

---

	Note	Unrestricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
<b>INCOME FROM:</b>				
Donations and legacies	2	273,756	273,756	162,962
Charitable activities	3	127,069	127,069	127,039
<b>TOTAL INCOME</b>		<u>400,825</u>	<u>400,825</u>	<u>290,001</u>
<b>EXPENDITURE ON:</b>				
Charitable activities		365,976	365,976	278,908
<b>TOTAL EXPENDITURE</b>		<u>365,976</u>	<u>365,976</u>	<u>278,908</u>
<b>NET INCOME BEFORE OTHER RECOGNISED GAINS AND LOSSES</b>		34,849	34,849	11,093
<b>NET MOVEMENT IN FUNDS</b>		34,849	34,849	11,093
<b>RECONCILIATION OF FUNDS:</b>				
Total funds brought forward		21,763	21,763	10,670
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>56,612</u></u>	<u><u>56,612</u></u>	<u><u>21,763</u></u>

The notes on pages 8 to 14 form part of these financial statements.



---

**ISRAELI SCOUTS WESTERN EUROPE**

---

**BALANCE SHEET  
AS AT 31 DECEMBER 2016**

---

	Note	£	2016 £	£	2015 £
<b>FIXED ASSETS</b>					
Tangible assets	10		<b>3,750</b>		-
<b>CURRENT ASSETS</b>					
Debtors	11	<b>203,520</b>		73,508	
Cash at bank and in hand		<b>14,179</b>		23,966	
		<u><b>217,699</b></u>		<u>97,474</u>	
<b>CREDITORS:</b> amounts falling due within one year	12	<u><b>(164,837)</b></u>		<u>(75,711)</u>	
<b>NET CURRENT ASSETS</b>			<u><b>52,862</b></u>		<u>21,763</u>
<b>NET ASSETS</b>			<u><b>56,612</b></u>		<u>21,763</u>
<b>CHARITY FUNDS</b>					
Unrestricted funds			<u><b>56,612</b></u>		<u>21,763</u>
<b>TOTAL FUNDS</b>			<u><b>56,612</b></u>		<u>21,763</u>

The financial statements were approved by the Trustees on 8 October 2017 and signed on their behalf, by:

Scott Saunders  
Trustee

Harry Daniel  
Trustee

The notes on pages 8 to 14 form part of these financial statements.

---

## ISRAELI SCOUTS WESTERN EUROPE

---

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

---

#### 1. ACCOUNTING POLICIES

##### 1.1 Basis of preparation of financial statements

The financial statements have been prepared to give a 'true and fair' view and 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 Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and Charities Act 2011.

Israeli Scouts Western Europe constitutes a public benefit entity as defined by FRS 102.

##### 1.2 Fund accounting

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

##### 1.3 Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

##### 1.4 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.

All expenditure is inclusive of irrecoverable VAT.

##### 1.5 Tangible fixed assets and depreciation

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of financial activities.

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

Motor vehicles	-	25% straight Line
----------------	---	-------------------

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016

---

**1. ACCOUNTING POLICIES (continued)**

**1.6 Interest receivable**

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

**1.7 Debtors**

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

**1.8 Cash at Bank and in hand**

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

**1.9 Creditors and provisions**

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

**1.10 Financial instruments**

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

---

## ISRAELI SCOUTS WESTERN EUROPE

---

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

---

#### 2. INCOME FROM DONATIONS AND LEGACIES

	Unrestricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
Donations	27,881	27,881	5,353
UJIA Grant	34,000	34,000	28,800
Jewish Agency Israel Mapat Hashlihut Grant	53,901	53,901	44,975
Services from Tzabar Olami	157,974	157,974	83,834
	<u>273,756</u>	<u>273,756</u>	<u>162,962</u>
	<u>162,962</u>	<u>162,962</u>	

#### 3. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
Programme revenue	127,069	127,069	127,039
	<u>127,039</u>	<u>127,039</u>	

#### 4. ANALYSIS OF EXPENDITURE BY ACTIVITIES

	Activities undertaken directly 2016 £	Support costs 2016 £	Total 2016 £	Total 2015 £
Activities undertaken directly	355,418	10,558	365,976	278,908
	<u>270,142</u>	<u>8,766</u>	<u>278,908</u>	

---

## ISRAELI SCOUTS WESTERN EUROPE

---

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

---

#### 5. DIRECT COSTS

	Activities undertaken directly £	Total 2016 £	Total 2015 £
Programme expenses - general	97,298	97,298	68,036
Programme expenses - Israel Area	57,447	57,447	41,769
Advertising	1,230	1,230	912
Uniforms	2,162	2,162	1,071
Office expenses	4,405	4,405	4,122
Rent and rates	21,145	21,145	24,411
Programme Co-ordinator costs	93,286	93,286	66,095
Bank charges, interest and exchange rate differences	2,616	2,616	(447)
Grants to Israel Scouts Amsterdam	11,679	11,679	9,414
Grants to Israel Scouts Berlin	492	492	3,591
Registration costs (Rugpack)	964	964	849
Education costs (Komunah)	14,167	14,167	13,333
Insurance	1,321	1,321	1,201
Legal Expenses	-	-	300
Scholarships	-	-	622
Travel costs	11,564	11,564	13,233
Wages and salaries	34,998	34,998	20,088
National insurance	510	510	1,421
Pension cost	134	134	121
	<u>355,418</u>	<u>355,418</u>	<u>270,142</u>
<i>Total 2015</i>	<u>270,142</u>	<u>270,142</u>	

#### 6. SUPPORT COSTS

	Activities undertaken directly £	Total 2016 £	Total 2015 £
Accountancy fees	9,308	9,308	8,766
Depreciation	1,250	1,250	-
	<u>10,558</u>	<u>10,558</u>	<u>8,766</u>
<i>Total 2015</i>	<u>8,766</u>	<u>8,766</u>	

Support costs include governance costs of £3,870 (2015: £3,810),

---

## ISRAELI SCOUTS WESTERN EUROPE

---

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

---

#### 7. NET INCOME/(EXPENDITURE)

This is stated after charging:

	2016 £	2015 £
Depreciation of tangible fixed assets: - owned by the charity	1,250	-

During the year, no Trustees received any remuneration (2015 - £NIL).

During the year, no Trustees received any benefits in kind (2015 - £NIL).

During the year, no Trustees received any reimbursement of expenses (2015 - £NIL).

#### 8. INDEPENDENT EXAMINER'S REMUNERATION

The Independent Examiner's remuneration amounts to an Independent Examination fee of £1,000 (2015 - £1,000), and accountancy services of £2,870 (2015 - £2,810).

#### 9. STAFF COSTS

Staff costs were as follows:

	2016 £	2015 £
Wages and salaries	34,998	20,088
Social security costs	510	1,421
Other pension costs	134	121
	35,642	21,630

The average number of persons employed by the charity during the year was as follows:

2016 No.	2015 No.
5	1

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

---

**ISRAELI SCOUTS WESTERN EUROPE**

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

---

**10. TANGIBLE FIXED ASSETS**

	<b>Motor vehicles £</b>
<b>Cost</b>	
Additions	<b>5,000</b>
At 31 December 2016	<b>5,000</b>
<b>Depreciation</b>	
At 1 January 2016	-
Charge for the year	<b>1,250</b>
At 31 December 2016	<b>1,250</b>
<b>Net book value</b>	
At 31 December 2016	<b>3,750</b>
At 31 December 2015	-

**11. DEBTORS**

	<b>2016 £</b>	<b>2015 £</b>
Other debtors	<b>201,451</b>	66,983
Prepayments and accrued income	<b>2,069</b>	6,525
	<b>203,520</b>	<b>73,508</b>

**12. CREDITORS: Amounts falling due within one year**

	<b>2016 £</b>	<b>2015 £</b>
Other creditors	<b>150,811</b>	68,562
Accruals and deferred income	<b>14,026</b>	7,149
	<b>164,837</b>	<b>75,711</b>

---

**ISRAELI SCOUTS WESTERN EUROPE**

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

---

**SUMMARY OF FUNDS - CURRENT YEAR**

	Balance at 1 January 2016 £	Income £	Expenditure £	Balance at 31 December 2016 £
General funds	<u>21,763</u>	<u>400,825</u>	<u>(365,976)</u>	<u>56,612</u>

**SUMMARY OF FUNDS - PRIOR YEAR**

	<i>Balance at 1 January 2015 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 31 December 2015 £</i>
General funds	<u>10,670</u>	<u>290,001</u>	<u>(278,908)</u>	<u>21,763</u>

**13. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

**ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR**

	Unrestricted funds 2016 £	Total funds 2016 £
Tangible fixed assets	3,750	3,750
Current assets	217,700	217,700
Creditors due within one year	(164,838)	(164,838)
	<u>56,612</u>	<u>56,612</u>

**ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR**

	<i>Unrestricted funds 2015 £</i>	<i>Total funds 2015 £</i>
Current assets	97,474	97,474
Creditors due within one year	(75,711)	(75,711)
	<u>21,763</u>	<u>21,763</u>