
**SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE
S&P SEPHARDI COMMUNITY')**

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2022

CONTENTS

	Page
Reference and administrative details of the charity, its Trustees and advisers	1
Trustees' report	2 - 12
Independent auditor's report on the financial statements	13 - 15
Statement of financial activities	16
Balance sheet	17
Statement of cash flows	18
Notes to the financial statements	19 - 43

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 OCTOBER 2022**

Trustees	Richard Sassoon Efrat Sopher (resigned 6 September 2022) Daniel Kaye (resigned 18 March 2022) Elliot Arwas Stuart Morganstein Jospeh Bekhor Benjamin Crowne (appointed 11 October 2021, resigned 9 April 2022) Alan Mendoza (appointed 9 April 2022) Jack Zelouf (appointed 9 April 2022) Daniel Sacerdoti (appointed 9 April 2022) Suzanne Magnus (appointed 9 April 2022) Barbara Simon (appointed 7 September 2022)
Charity registered number	212517
Principal operating office	119-121 Brent Street London NW4 2DX
Custodian Trustee	London Sephardi Trust (company number: 0051526)
Charity Trustee	S&P Sephardi Trustee Ltd (company number: 11156384)
Independent auditor	Crowe U.K. LLP 55 Ludgate Hill London EC4M 7JW
Bankers	Natwest Bank 1 Princes Street London EC2R 8PA
Senior staff	Senior Rabbi, Rabbi Joseph Dweck Interim Chief Executive, Ian Stewart (appointed September 2021 to March 2022) Chief Executive, Rachel Fink (appointed March 2022)

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

TRUSTEES' REPORT FOR THE YEAR ENDED 31 OCTOBER 2022

The Trustees present their annual report together with the audited financial statements of the charity for the year 1 November 2021 to 31 October 2022. The Trustees confirm that the Annual Report and financial statements of the charity comply with the current statutory requirements, the requirements of the charity's governing document and the provisions of the Statement of Recommended Practice (SORP), 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

a. Policies and objectives

The Objects of the Charity are for the public benefit to support such work of the Congregation as shall be exclusively charitable under the laws of England and Wales from time to time as the Trustees shall think fit. Without prejudice to the generality of the foregoing, such exclusively charitable work includes:

1. the advancement of the orthodox Jewish religion as practised by the Spanish & Portuguese Jewish community and other Sephardi communities;
2. the advancement of education of the orthodox Jewish religion and of the history, culture and traditions of the Spanish & Portuguese Jewish community and other Sephardi communities; and
3. to advance education on the history of the Spanish & Portuguese Jewish community, in particular but not exclusively by the curation, preservation and cataloguing of historic documents, records, artefacts and synagogue buildings for public display and for the purposes of research.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 OCTOBER 2022**

Objectives and activities (continued)

b. Strategies for achieving objectives

- Reviewing and enhancing the membership growth strategy to meet the changing profile of the community post pandemic. The affiliate synagogue membership model will be reviewed and strengthened. Further strategy includes researching and considering new membership models to the wider S&P Sephardi community that will encourage both increased synagogue membership as well as direct membership of the S&P for Sephardi Jews and others who align with Rabbi Dweck's religious approach. The objective is to create a vibrant and active membership that extends beyond membership for burial purposes.
- Implementing the findings of the community wide survey to continue to inform future provision.
- Continue to develop the educational provision across the community.
- Further develop effective provision for community wellbeing and support that complements the pastoral work undertaken by the ecclesiastical staff.
- Further develop the role of the S&P Sephardi community as a leading and global centre for classical Sephardi Jewish Life and learning as well as contributing to the strengthening of the identity of the Jewish community at large both nationally and internationally through the establishment of the Office of the Senior Rabbi (SRO) under the leadership of Rabbi Joseph Dweck.
- Complete the building of the Heritage Lottery Funded Education Centre and Bevis Marks and plan the education programming that will focus on learning about the history of the Spanish and Portuguese and wider Jewish community. Due for "soft" opening late 2023.
- Ongoing development of a sustainable, profitable Kashrut provision under the auspices of the SKA (Sephardi Kashrut Authority) enabling the entire Jewish community to benefit from a wide range of high quality affordable kosher food.
- Maintaining a credible, reputable Beth Din (Sephardi Beth Din) under the guidance and supervision of the Senior Rabbi, Rabbi Joseph Dweck.
- Providing regular lectures, shiurim and education to the community under and through the inspirational leadership of the Ecclesiastical staff.
- Strengthen governance of the community through training, updating of the Ascamot and supporting the development of committees that serve key elements of community operations.
- Pursue fundraising initiatives e.g. through Hebra or campaigns as a means of supporting the growth and development of the community.

c. Activities undertaken to achieve objectives

The main activities of the charity are the operation of synagogues, Jewish educational and cultural programming, the operation of a Beth Din, Sunday school and burial services.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 OCTOBER 2022**

Objectives and activities (continued)

d. Main activities undertaken to further the charity's purposes for the public benefit

Bevis Marks was the first synagogue built in London following the historic re-settlement of the Jews in the late 1600s. It is Grade I listed, the oldest synagogue still in use in the UK and has retained its distinctive, centuries old patterns of worship. As the Cathedral Synagogue of the Community, it is our spiritual home and historic heartland, linking directly back to the Community's earliest days in this country and our arrival here as a place of sanctuary. Its important architecture, internationally significant collection, rich heritage of song and ritual and location at the heart of London's historic Jewish quarter, make it the ideal focus for the telling of the Sephardi story.

A key driver to meet this objective is the development of Bevis Marks through the Heritage Lottery Fund ("HLF") Project. With the help of the Heritage Lottery Fund, A Vision for the Future will place this story at the heart of a new visitor and educational cultural offer and create the spaces, displays and interpretation needed to deliver it. As a result, visitor numbers are expected to more than double, new audiences will be engaged, the local community will become involved, new partnerships will develop and volunteering expand. All of this will contribute to a sustainable future for Bevis Marks. This will, in addition, place Bevis Marks as the centre of knowledge for both the community but also members of the public, school children and other planned visits to gain an in-depth understanding of the community, its culture and heritage.

The charities in connection with the Spanish and Portuguese Jews' Synagogue's benefit the individual members of the Congregation together with the wider Sephardi Community and there is interaction between the statutory sector and the voluntary and community sector in the UK. The activities continue to be charitable and all fall within the areas of education and welfare.

The Board has considered this matter and have given due consideration to the Charity Commission's published guidance on the Public Benefit requirement under the Charities Act 2011 and hence concluded:

1. That the aims of the charities continue to be charitable.
2. That the aims and the work done give identifiable benefits to the charitable sector and both indirectly and directly to individuals in need.
3. That the benefits are for the public and are not unreasonably restricted in any way and certainly not by ability to pay.
4. That there is no detriment or harm arising from the aims or activities.

Achievements and performance

a. Review of activities

Membership numbers

2022 Membership Data (as of 31st October 2022) – 1,055 Adult Members

Change +5 (net increase) in membership numbers from previous year (1,050) are due to 31 new members (excluding newlyweds), 13 deaths and 13 resignations.

Separately, there were 26 newly married members and 32 resignations from newly marrieds. This highlights a focus area for membership development and retention.

What has happened in the last reporting year:

Ian Stewart took on the role of interim CEO in addition to his main role as COO from August until April 2022 when Rachel Fink was appointed as the new CEO. Ongoing concerns around Covid meant that there continued to be a slow return to normal activity across the communities. It is now pleasing to report that Shabbat and Hagim services are now running as per pre Covid and there are many in person activities, the Board of Trustees also meets in person. There are still online and hybrid events and these take place to complement rather than fully replace happenings.

A well contested election to the Board took place in March 2022 resulting in five new Yehidim joining the Board of Elders. Prof Stuart Morganstein stepped down from his position as Parnas Presidente and Dr Alan Mendoza was elected to replace him.

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2022

Achievements and performance (continued)

There has been a restructure of the office team under the direction of the new CEO to ensure a more effective service provision to the Kahal. This includes a Senior Administrator who replaces the office manager and EA to the Senior Rabbi. The postholder provides administrative support to both Wembley and Bevis Marks synagogues as well as diary support to the Senior Rabbi and overall responsibility for the office and ensuring a swift response to enquiries.

A new post of Lauderdale Road Community Development Officer is providing specific support to the Lauderdale Road community covering the synagogue administration, booking of events, sponsorship of kiddushim and organising specific activities across the age range.

The Community Engagement officer, a part time role oversees the implementation of a wide range of educational and social activities across the S&P.

Our Sha'are Tikva classes engaged a new headteacher and there is now a bar and batmitzvah class that is growing in numbers.

The new head of marketing and communications has redeveloped SPIN, introducing a weekly editorial written on rotation by our rabbis, board members and some of the office team. The L'Haim magazine at Rosh Hashana generated much positive feedback and created a small profit for the Kahal.

The most recent appointment of a part time Wellbeing Manager is in response to the findings of the 2022 Kahal survey. This postholder is ensuring that Yehidim in need, are receiving appropriate non-financial support and the next phase of development will include expanding and strengthening the volunteer network.

The office team has also undertaken a data cleanse to ensure that all members' data is accurate and up to date.

The development of the Bevis Marks Heritage Centre is ongoing and whilst delays to completion due to Covid means that the opening will be in late Autumn 2023, it is hoped that visitors to the synagogue, whose renovation is now complete, will commence in the summer.

The building work at Lauderdale Road following the flood in 2020 is now complete and the Fattal Sukkah roof was also operational over the Hag. We are grateful to the group of volunteers who reorganised the library at Lauderdale Road together with two work experience students during the hottest week of summer 2022.

The Governance review undertaken by a small working party did not yield substantial developments and this important area for the leadership and management of the Kahal will be a focus for 2023.

Full services were resumed across all synagogues across the High Holy Days and once again the special candlelight Tisha B'Ab and Hoshana Raba services took place at Bevis Marks.

A new online approach to the Kal Nidre appeal yielded positive results and the Kahal is thanked for its generosity.

Some exciting and successful communal events took place for Purim, Pesah and Yom Ha'atzmaut. There was a well attended communal seder on the second night of Pesah at Lauderdale Road and it was wonderful to have all five S&P rabbis preside over the Yom Ha'atzmaut service which was followed by celebrations in the Montefiore Hall. The online pre Rosh Hashana educational event attracted significant numbers of participants. Other events included a beautiful baby blessing at Lauderdale Road, young professionals dinners and a Rosh Hashana seder and communal dinner on the second night, Shabuot barbeques and a talk at Wembley by the deputy Mayor of Jerusalem. There are too many events to list them all here, but it is reflective of a Kahal reengaging with enthusiasm. Careful budgeting takes place prior to all events and there is also post event evaluation undertaken by the office team.

In September a wider national Sephardi census was distributed, the analysis of which is currently underway. Response was high and the data should provide some insightful information as to how to develop new streams of membership to the S&P Sephardi community.

It was with great sadness that the S&P Sephardi Community learnt of the passing of HM Queen Elizabeth II in September. The Kahal held a moving memorial service at Lauderdale Road synagogue and our condolences were shared with the Palace.

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2022

Achievements and performance (continued)

b. Investment policy and performance

The Investment assets of the charity are held to derive an income for the charity to enable the charity to enhance its work and to ensure that the assets are held for the future benefit of the charity and can grow through capital appreciation with a low to medium risk tolerance. A target for capital appreciation over the long term would be mid-single digits percentage increase. The performance over the long term in line with the target set, specifically the investments held in the Common Investment Fund also outperformed the benchmarks set by the committee over the 5 year period.

There are currently £4,499,928 assets held as investments (2021: £4,798,526) these decreased by £298,598 due to a downwards revaluation of £299,117.

Table of percentage income yields on investment:

	Target %	Actual %
Investment in Common Investment Fund*	Low to mid-single digit	2.9%
Investment property	Low to mid-single digit	4.1%

* Based on the valuation at year end

Please see Note 14 of the financial statements.

The trustees are permitted to invest in stocks, funds, shares, REITs, and physical properties anywhere in the world that the trustees sees fit in the furtherance of the Funds objectives.

Financial review

a. Review

Total reserves at year end amounted to £10,460,460 (2021: £11,014,326). The year end to 31 October 2022 showed a decrease in unrestricted reserves of £467,127 to £6,888,738 (2021: £7,355,865) this is due to net investment losses and operating losses. Restricted Funds decreased by £81,363 to £697,844 (2021: £779,207), this decrease is mainly due to losses on investments. The Endowment fund has also decreased by £5,196 to £2,874,058 (2021: £2,879,254) due to investment losses. There has been no change to the community's heritage assets during the year.

The total income was £2,239,112 (2021: £2,240,113) a decrease of £1,001. The total expenditure was £2,494,200 (2021: £2,247,514) an increase of £246,686.

b. Going concern

After making appropriate enquiries, the trustees have a reasonable expectation from the forecasts that have been prepared that the charity has adequate resources to continue in operational existence for the foreseeable future, including drawing down on investments should the need arise. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2022

c. Reserves policy

It is the policy of the Charity to maintain the free reserves, that is unrestricted (and undesignated) funds less tangible fixed assets, of the Charity at a level which equates to between three and six months unrestricted (and undesignated) expenditure. The reserves policy has been reviewed and is being kept at the current level of between three and six months. Currently this splits as below:-

	2022	2021
	£	£
General unrestricted funds	4,809,199	5,213,491
Designated funds	2,079,539	2,142,374
Total	6,888,738	7,355,865
Less tangible assets	(5,075,112)	(5,128,258)
Add back mortgage	1,467,036	1,532,934
Funds available	3,280,662	3,760,541

This would provide sufficient funds to cover management, administration and running costs for the Charity.

The free reserves of the Charity are currently above this level but are largely tied up within longer term investments and heritage assets which are not currently realisable. The charity is implementing a plan which includes a cost cutting programme and increasing fundraising that will have cash surpluses in future years so that there will be sufficient free cash for three months expenditure without relying on investments or heritage assets.

d. Principal funding

The charity is principally funded by donations made by members of the community through the annual suggested donation (Finta) and through other fundraising. The charity also received grants for security and for the Bevis Marks Heritage Lottery Fund. It is also partially funded through its charitable activities such as burial fees and investment income

Structure, governance and management

a. Constitution

The governing document of the Congregation (as defined below) is the Ascamot. This governs in relation to its membership, religious services, and election to offices and how those elected administer the Congregation. Governance is by elected "Elders" known as the "Board of Elders" or the "Trustee Board" (as defined below). Funds, income, chattels and property are held on trust for the Congregation's charitable purposes as the 'General Funds of the Spanish & Portuguese Jews' Synagogue' (the "General Funds") and 'Trust properties held in connection with the Spanish & Portuguese Jews' Synagogue' (the "Property Charity"), which are registered (no. 212517) with the Charity Commission as Charities ICW (as defined below) and to which these accounts relate.

A Charity Commission Scheme dated 29th May 1958 appointed the "members for the time being of the Board of Elders of the Spanish & Portuguese Jews' Synagogue, acting in accordance with their usual procedure" as the managing trustees of the General Funds and the Property Charity. The usual procedure of the Board of Elders is set out in the Ascamot and all references to procedures relating to financial matters refer to the members of the Board of Elders acting in their capacity as managing trustees of the General Funds and the Property Charity.

The principal object of the charity is to provide a welcoming, enriching and educational Sephardi Jewish experience.

In July 2019, as a result of the successful bid for funding from the National Lottery Heritage Fund, a new charitable entity, the Bevis Marks Synagogue Heritage Foundation was established charity number 1184803. This has its own set of trustees, three of whom are currently also trustees of the S&P Sephardi Trustee Ltd. The main objective of the Foundation is to act as the project delivery board to oversee the construction and successful opening of the new exhibition by providing strategic oversight of the project. Once the planned exhibition is open to the public it is expected that the Foundation will oversee its operational running. As the Foundation is a charity in its own right, it will be subject to its own audit and therefore its progress and accounts will be reported separately.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 OCTOBER 2022**

Structure, governance and management (continued)

b. Organisational structure and decision-making policies

Up to July 2016 the Congregation was run by Mahamad which was the Principal Executive Standing Committee of the Board of Trustees, and which was responsible to the Board for the operational management of all affairs of the Congregation. The full Board consisted of both Mahamad and Board of Elders and comprised fifteen members who include the Gabay. However In July 2016, after a series of consultative AGMs, revised Ascamot were adopted by the congregation which provided for a unitary Board (i.e the Board of Elders became the Board of Trustees and are the single governing board of the congregation).The Ascamot now provides that the Honorary officers (Parnas President, Vice-chair's, Gabay) may be collectively referred to as the Board of Trustees.

There has also been established an Advisory Council with no executive powers, chaired by an Ambassadorial Chair which meets at least annually, and will provide a pool of expertise from which the Board can draw for projects or committees. The chair is appointed by the Board.

The Board also has a series of committees including but not limited to local synagogue committees, finance, fundraising and HR. Each board member holds a number of portfolios to assist the work of the community. These are reported on regularly at meetings of the Trustees.

Our Board delegates the day-to-day operations of the charity to the Chief Executive who within their delegated authority has assigned operational matters to their Senior Management Team.

The charity continues to be reliant on volunteers and committees working in collaboration with the central office. Members of the community are appointed by the Board onto a series of sub committees. They contribute by overseeing key areas such as finance, property and maintenance of the heritage assets, sitting on local synagogue committees overseeing services and local events as well as those volunteers who sit on the Hebra or cemetery committees and oversee burials for the Sephardi Community.

Governance code

The Trustees have considered the Charity Commission's New Governance Code which was released in 2017 and updated in December 2020 and will look to carry out an assessment of compliance against the Code's seven principles in the coming year. Four years ago the S&P charity underwent a full governance review which culminated in reducing the original multi-layered structure down to the existing board of trustees as it is today. The Trustees are aware of the need for further development related to governance and the Ascamot and this is outlined in the section below on Future Developments.

c. Policies adopted for the induction and training of Trustees

New Trustees are introduced to the various associated charities alongside the main responsibilities of the S&P Board of Elders. Trustees have undertaken Safeguarding and Fundraising training.

The Board recognises that the responsibilities of a Trustee are considerable. Training sessions will be arranged as the need arises. Representatives of the Board are offered annual Trustee training provided by JVN, the Jewish Volunteers Network and a member of the Jewish Leadership council which has covered governance and other compliance areas.

d. Method of appointment or election of Trustees

Trustees are directly elected, by the members of the Congregation. The Ascamot covers all elections.

e. Pay policy for senior staff

The arrangements for setting the pay and remuneration of the charity's key management personnel are that the Board of Elders/Trustee Board decides on the appropriate salary after discussion with HR subcommittee and benchmarking within the charitable and Jewish sector. For rabbinical salaries benchmarking outside the UK may also be appropriate.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 OCTOBER 2022**

Structure, governance and management (continued)

f. Financial risk management

The Board has established the following areas of potential risk and have drafted a working risk register.

1. Operational

The Board are aware and have identified that membership numbers are key to financial performance and ensuring the future of the organisation and therefore there need a comprehensive strategy to mitigate the risk of loss of members. In the first instance the introduction of the Nursery in Lauderdale Rd will, in the medium to long term, encourage new, young families. Equally there is a risk connected to a changing age profile and to mitigate against this leading to long term loss of members, a clear strategy for youth and young families has been implemented which is being run largely by volunteers.

2. Reputational

The Board are acutely aware of the need to maintain the reputation of themselves, the Senior Rabbi, the Beth Din, staff and Kahal to ensure trust is maintained that we act as an orthodox Sephardi Community.

3. Financial

The Board is constantly reviewing plans for the future sustainability of the community. The Board is aware of the fact the finances are reliant on fundraising and aware that we need to ensure that donors are fully committed and that there is no donor fatigue. New fundraising initiatives are under discussion including a major drive for new funds to celebrate the contribution of the S&P Sephardi Community to BritishJewry.

There is an increased risk that due to a loss of income from donors, the finances of the community could deteriorate. At the date of signing the finances have not been materially affected by the pandemic and the financial position is reviewed by trustees and senior management on a regular basis. If donations were to drop by an amount over 20% then the community would need to look to ways to decrease its costs and draw on investments which could have an impact on it delivering on all its objectives both now and in the future.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 OCTOBER 2022**

Plans for future periods

Future developments

The future development of the charity continues to focus on four key areas: and with the addition of a fourth key focus:

1. Sustainability
2. Growth in Membership
3. Professionalisation
4. Development of community provision

The organisation must focus on the sustainability and have long term plans for an aging estate. As well as antiquated infrastructure the need to maintain a Grade I and Grade II listed building in a charity of this size is a challenge. Proper financial budgeting and planning for building maintenance linked to focused fundraising will ensure plans are in place to keep the infrastructure in a workable and usable condition. The National Heritage Lottery project is a major enabler for sustaining the Bevis Marks synagogue. The heritage project, now well under way, and despite delays due to Covid is nearing completion in Autumn 2023. The future feels more assured and secure. It is recognized that sustainability is not just about the estate but also about the Yehidim in the community and the future of the S&P Sephardi community as an important and relevant organization in both Anglo and world Jewry. The fourth focus outlined below responds to this imperative.

Growth in membership and developing the S&P Sephardi Community brand is very important and fundamental to the future of the organisation. There continues to be a significant number of potential junior members who have yet to join the S&P in their own right and remain under their parents' membership. A drive to engage this cohort of young professionals with the objective to secure their membership to the community remains a priority.

The model of Affiliate synagogues is to be reviewed and revised to ensure mutual benefit both to the S&P and the affiliates.

Most of the changes to the corporate team have been completed though there are some outstanding areas that require further review to ensure the service provision is efficient and effective. The governance review that took place during the Summer of 2022 did not yield sufficient consensus and there is a commitment to return to this important priority that will lead improved communication and transparency. This in turn will ensure that the Ascamot and various committees operate in a way that both retains the authenticity and uniqueness of the S&P community and meets the needs of a modern day Kahal in the 21st century.

Engaging with the Kahal of each of the 3 synagogues continues to be of paramount importance and community engagement is at the forefront of all event planning. A Community wellbeing and support network will be established to support members of the community on a wide range of issues. A full review of the potential areas for income will be undertaken to include all hall hire costs, weddings, Bet Din fees and charges and services for Affiliate congregations.

Specific plans for the future include:

1. Completing the redevelopment of the community website so that it meets the needs of all current members and also becomes a portal to the Sephardi world.
2. Embedding the community wellbeing support offering with a focus on expanding volunteering opportunities.
3. Continue to evaluate all community programming to ensure that these are well attended and engage different members across the demographic.
4. Planning fundraising initiatives that will enhance the financial stability of the Kahal.
5. Launching the Office of the Senior Rabbi to strengthen the voice of Sephardim in the UK and to create an international following of moderate halachic Judaism under the leadership of Rabbi Dweck as the head of the S&P Sephardi community UK.
6. Developing a plan for the restoration of Lauderdale Road synagogue and the Ashworth Road site.
7. Developing the brand and credibility of the Sephardi Beth Din through online conferences symposium and new service offerings.
8. Reviewing and updating the affiliate communities provision.
9. With the residential care home Choice House now vacated, the S&P is continuing and prioritising internal discussions as to the long term impact on the Wembley community.
10. Create an online mid year community update around Pesah to complement the annual L'Haim magazine distributed at Rosh Hashana.
11. Support the implementation of the City of London Eruv spearheaded by Rabbi Morris and the Beth Din.

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2022

Funds held as custodian

The London Sephardi Trust (company number 0051526) is the custodian trustee of the assets held in the General Funds and the Property Charity. The Board of the London Sephardi Trust is the same as the Board of the S&P Sephardi Community.

Our trustees have due regard for their specific responsibilities in respect of the charity and apply care and diligence in ensuring the requirements of the Charities Act 2011 and the Charities (Protection and Social Investment) Act 2016 are adhered to.

Objects: The Objects of the Charities (which will be defined under the new charity scheme), are for the public benefit to support such work of the Congregation as shall be exclusively charitable under the laws of England and Wales from time to time as the Trustee shall think fit. Without prejudice to the generality of the foregoing, such exclusively charitable work includes:

- (1) the advancement of the orthodox Jewish religion as practised by the Spanish & Portuguese Jewish community and other Sephardi communities;
- (2) the advancement of education of the orthodox Jewish religion and of the history, culture and traditions of the Spanish & Portuguese Jewish community and other Sephardi communities; and
- (3) to advance education on the history of the Spanish & Portuguese Jewish community, in particular but not exclusively by the curation, preservation and cataloguing of historic documents, records, artefacts and synagogue buildings for public display and for the purposes of research.

Information on fundraising practices

This note is written with regard to Fundraising disclosures brought in by section 13 of the Charities (Protection and Social Investment) Act 2016 and notes that Charities registered in England and Wales which must have their accounts audited by law must, for periods beginning on or after 1 November 2016, include extra information on their fundraising practices in the trustees' annual report under the provisions of section 13 of the Charities (Protection and Social Investment) Act 2016.

Fundraising is now overseen by a part time (4 days a week) member of staff with previous demonstrable experience in fundraising and legacy giving.

Fundraising consists mainly of the following categories:-

- Collection of annual Finta (membership donations) and in addition Finta specifically for security.
- Donations given in synagogue (offerings) in commemoration or celebration.
- High Holy day donations, particularly our Kal Nidre appeal.
- Specific targeted canvassing with donations given in recognition of the work of Rabbi Dweck.
- Charitable Trusts for specific projects.

We have not to date signed up with the fundraising regulator. The activities of the fundraising manager are monitored by the Chief Executive and the Board receives regular reports.

There were no formal complaints received by the charity, or by a person acting on its behalf for the purposes of fundraising, about fundraising activity. A Terms of Reference for all committees has been drafted which will need to be ratified by each synagogue committee. This sets out the roles and responsibilities of volunteers working at a local level. Separately the staff handbook sets out guidelines for staff behaviour and a separate 'Volunteer Code of Conduct' has been created which will be shared with all volunteers (committee members, trustees etc.). This sets out the expected behaviour of individuals working for the charity.

No fundraising is carried out directly to the public except the ability to become a friend of Bevis Marks.

Bank

The Charity banks with the Natwest Bank. This has not changed in over 150 years as one of the bank's first customers.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 OCTOBER 2022**

Statement of Trustees' responsibilities

The Trustees (who are also the directors of the charity for the purposes of company law) 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).

Company law requires the Trustees to prepare financial statements for each financial . Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of its incoming resources and application of resources, including its income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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.

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 Companies Act 2006. 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.

Disclosure of information to auditor

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditor is unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

Auditor

The auditor, Crowe U.K. LLP, has indicated his willingness to continue in office. The designated Trustees will propose a motion reappointing the auditor at a meeting of the Trustees.

Approved by order of the members of the board of Trustees and signed on their behalf by:



Alan Mendoza
Date: 27 February 2023

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

Opinion

We have audited the financial statements of the Spanish and Portuguese Jews' Synagogue (operating as 'The S&P Sephardi Community') ('the charity') for the year ended 31 October 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including 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 October 2022 and of its income and receipt of endowments and expenditure, 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 charitable company'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, except to the extent otherwise explicitly stated in our report, 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.

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY') (CONTINUED)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 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
- 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.

Responsibilities of trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees who are also the directors of the charitable company for the purposes of company law) 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 charitable company'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 charitable company or 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.

We ourour

Details of the extent to which the audit was considered capable of detecting irregularities, including fraud and non-compliance with laws and regulations are set out below.

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 auditor's report.

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 Auditor's report.

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY') (CONTINUED)

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which the charity operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Charities Act 2011 together with the Charities SORP (FRS102) 2019. We assessed the required compliance with these laws and regulations as part of our audit procedures on the related financial statement items.

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 might be fundamental to the charity's ability to operate or to avoid a material penalty. We also considered the opportunities and incentives that may exist within the charity for fraud. The laws and regulations we considered in this context for the UK operations were General Data Protection Regulation, tax legislation, employment legislation and health and safety legislation.

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence, if any.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be within the timing of recognition of Hebra and grant income and the override of controls by management. Our audit procedures to respond to these risks included enquiries of management and the Finance Committee about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals, reviewing accounting estimates for biases, reviewing regulatory correspondence with the Charity Commission and reading minutes of meetings of those charged with governance.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

Use of our report

This report is made solely to the charitable company'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 charitable company'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 charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

Crowe U.K. LLP

Crowe U.K. LLP
Statutory Auditor
55 Ludgate Hill
London
EC4M 7JW

Date: 6 March 2023

Crowe U.K. LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 OCTOBER 2022

	Note	Endowment funds 2022 £	Restricted funds 2022 £	Unrestricted designated funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income and endowments:							
Donations	4	-	311,399	-	929,873	1,241,272	1,159,734
Charitable activities	5	-	30,015	598,567	70,084	698,666	804,479
Investments	6	1,103	13,042	48,949	134,133	197,227	180,108
Other income	7	-	-	4,707	97,240	101,947	95,792
Total income and endowments		1,103	354,456	652,223	1,231,330	2,239,112	2,240,113
Expenditure:							
Fundraising and charitable activities		-	(374,239)	(353,053)	(1,766,908)	(2,494,200)	(2,247,514)
Total expenditure		-	(374,239)	(353,053)	(1,766,908)	(2,494,200)	(2,247,514)
Net (losses)/gains on investments	14	(5,196)	(61,580)	(230,634)	(1,188)	(298,598)	470,819
Net (expenditure)/income		(4,093)	(81,363)	68,536	(536,766)	(553,686)	463,418
Transfers	19	(1,103)	-	(131,371)	132,474	-	-
Net movement in funds		(5,196)	(81,363)	(62,835)	(404,292)	(553,686)	463,418
Reconciliation of funds:							
Total funds brought forward		2,879,254	779,207	2,142,374	5,213,491	11,014,326	10,550,908
Total funds carried forward		2,874,058	697,844	2,079,539	4,809,199	10,460,640	11,014,326

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 19 to 43 form part of these financial statements.

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')
REGISTERED NUMBER:

BALANCE SHEET
AS AT 31 OCTOBER 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	13	5,075,112	5,128,258
Heritage assets	12	2,815,790	2,815,790
Investments	14	4,499,928	4,798,526
		<u>12,390,830</u>	<u>12,742,574</u>
Current assets			
Debtors	15	425,867	470,608
Cash at bank and in hand		887,878	868,057
		<u>1,313,745</u>	<u>1,338,665</u>
Creditors: amounts falling due within one year	16	(1,683,895)	(1,357,600)
Net current liabilities		<u>(370,150)</u>	<u>(18,935)</u>
Total assets less current liabilities		<u>12,020,680</u>	<u>12,723,639</u>
Creditors: amounts falling due after one year	17	(1,373,124)	(1,438,922)
Provisions for liabilities	18	(186,916)	(270,391)
Total net assets		<u><u>10,460,640</u></u>	<u><u>11,014,326</u></u>
Charity funds			
Endowment funds	19	2,874,058	2,879,254
Restricted funds	19	697,844	779,207
Unrestricted funds			
Designated funds	19	2,079,539	2,142,374
General funds	19	4,809,199	5,213,491
Total unrestricted funds	19	<u>6,888,738</u>	<u>7,355,865</u>
Total funds		<u><u>10,460,640</u></u>	<u><u>11,014,326</u></u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Charities Act with respect to accounting records and the preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



Alan Mendoza



Elliot Arwas

Date: 27 February 2023

The notes on pages 19 to 43 form part of these financial statements.

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 OCTOBER 2022

	Note	2022 £	2021 £
Cash flows from operating activities			
Net cash used in operating activities	21	(88,920)	(1,452,282)
Cash flows from investing activities			
Dividends, interests and rents from investments		197,227	180,108
Proceeds from the sale of tangible fixed assets		11,257	1,822,250
Purchase of tangible fixed assets		(33,428)	(49,855)
Purchase of investments		(517)	(328,598)
Net cash provided by investing activities		174,539	1,623,905
Cash flows from financing activities			
Repayments of borrowing		(65,798)	(61,120)
Net cash used in financing activities		(65,798)	(61,120)
Change in cash and cash equivalents in the year		19,821	110,503
Cash and cash equivalents at the beginning of the year		868,057	757,554
Cash and cash equivalents at the end of the year	22	887,878	868,057

The notes on pages 19 to 43 form part of these financial statements

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

1. General information

Spanish And Portuguese Jews' Synagogue (operating as 'The S&P Sephardi Community') is a Charity registered in England and Wales (reg. 212517). The registered office is 2 Ashworth Road, London, W9 1JY

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with 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) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Spanish And Portuguese Jews' Synagogue (operating as 'The S&P Sephardi Community') meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

A restatement of the prior year figures has been made to include a life annuity provision for a former employee who receives an income for life following his retirement in 2012 (see note 26 – prior year adjustment, for more details).

2.2 Going concern

After making appropriate enquiries and in light of the higher than expected increase in inflation, the Trustees have a reasonable expectation from the forecasts that have been prepared that the Charity has adequate resources to continue in operational existence for the foreseeable future, including drawing down on investments should the need arise. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

2.3 Incoming resources

Donations, legacies and other forms of voluntary income are recognised on receipt or when entitlement to receipt is probable and the amount can be reliably valued.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the charity, can be reliably measured.

Finta (membership subscriptions) is treated as a donation and is accounted for when received. Tax recoverable continues to be accounted for in the year in which the related Finta is received.

Grants, where related to performance and specific deliverables, are accounted for as the Charity earns the right to consideration by its performance. Where income is received in advance of its recognition, it is deferred and included in creditors; where entitlement occurs before income being received the income is accrued. Capital grants are accounted for as income as soon as they are received.

Investment income has been included to the extent that it arises on the fixed asset investments held during the year. Investment income is recognised on a receivable basis.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

2. Accounting policies (continued)

2.4 Expenditure

Expenditure is recognised on an accruals basis, inclusive of value added tax.

Fundraising costs are those incurred in seeking voluntary contributions, this includes costs incurred in producing the Charity's newsletters and website.

Charitable expenditure comprises all expenditure directly relating to the objectives of the Charity and are allocated across the 3 main categories; Ecclesiastical, Hebra, Educational and programme activities

Governance costs include audit costs and legal advice for the trustees and those costs associated with constitutional and statutory requirements.

Support costs are those costs that are not directly attributable to a single activity but provide the necessary organisational support for all the charity's activities. The support costs have all been allocated across Fundraising and Charitable activities according to the following percentages which are based on the effective number of staff supporting each activities;

- Fundraising - 2%
- Synagogues & Ecclesiastical -70%
- Educational and programme activities - 28%

2.5 Government grants

Government Grants are recognised on the performance model, when the charity has complied with any conditions attached to the grant and the grant will be received.

2.6 Tangible fixed assets and depreciation

Items of equipment are capitalised where the purchase price exceeds £500.

Residential Freehold and Leasehold buildings are initially measured at cost and subsequently revalued periodically to market value, net of depreciation and any impairment losses.

Fixtures, fittings and equipment are recognised at cost.

Synagogues, Burial Grounds and Operational Buildings are held at cost less depreciation and impairment, the majority of these assets are over 50 years old held at nil value and deemed to be fully depreciated. Freehold land associated with these categories is not valued on the balance sheet as the difference to historical cost is immaterial.

Depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life.

Depreciation is provided on the following bases:

Freehold property	- 2%
Long-term leasehold property	- 2%
Fixtures and fittings	- 20%
Computer equipment	- 33.3%

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 net income/(expenditure) for the year.

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

2. Accounting policies (continued)

2.7 Heritage assets

Heritage assets acquired or donated are capitalised and recognised in the balance sheet at their cost or value at the date of acquisition, where such a cost or value is reasonably obtainable. Capitalised heritage assets are not subject to depreciation or revaluation as a matter of routine.

The Heritage assets continue to be catalogued in a database. The majority of the Heritage assets are stored in NatWest's bank vaults, some are on display in museums. A trustee and member of staff maintain the Heritage assets to ensure that they are well preserved.

In 2015, an external valuation was undertaken by Sotheby's for a collection of heritage assets, comprising books, scrolls, silverware, artwork, pictures and artifacts. The valuation was on an 'open market value' basis and a value of £2,815,790 has been received, and brought on to the balance sheet. Further information can be found in note 12 to the accounts.

2.8 Fixed asset investments

Fixed asset investments (including investment properties) are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

2.9 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.

2.10 Liabilities

Liabilities and provisions 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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

2. Accounting policies (continued)

2.11 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.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances but exclude prepayments and gift aid recoverable, 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 but excluding deferred income and taxation, 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 receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

2.12 Pensions

The Charity operates a defined contributions pension scheme. Contributions are charged in the accounts as they become payable in accordance with the rules of the scheme and allocated to the charitable activities in line with salary costs.

2.13 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2.14 Fund accounting

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

Endowment funds relate to Charity's heritage assets, more details are provided in the note 12.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

2. Accounting policies (continued)

2.15 Constituent Synagogues

There are three constituent synagogues at Bevis Marks (City of London), Lauderdale Road (Maida Vale) and Forty Avenue (Wembley).

3. Critical accounting estimates and areas of judgment

In the application of the charity's accounting policies, the Trustees is required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources.

Critical accounting estimates and assumptions:

- Valuation of Tangible fixed assets and Fixed asset investment (in respect of Freehold and Leasehold land and buildings);
- Heritage assets; and
- Provisions for the charity's ministers' residences and life annuity provision.

Further details are provided in the accounting policies and in the relevant notes to the accounts. The estimates and underlying assumptions are reviewed on an ongoing basis.

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

4. Income from donations and grants

	Endowment funds 2022 £	Restricted funds 2022 £	Unrestricted designated funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Donations						
Finta	-	-	-	481,239	481,239	485,960
Synagogue donations	-	142,287	-	113,007	255,294	144,144
Other donations	-	61,708	-	67,874	129,582	155,055
Appeals	-	-	-	163,337	163,337	107,685
Gift Aid recovered	-	-	-	101,423	101,423	96,158
Grants receivable	-	107,404	-	2,993	110,397	165,232
Legacies	-	-	-	-	-	5,500
Total 2022	-	311,399	-	929,873	1,241,272	1,140,594

5. Income from charitable activities

	Restricted funds 2022 £	Unrestricted designated funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Hebra income	2,087	598,567	-	600,654	739,337
Educational and programme activities	27,928	-	15,696	43,624	28,824
Marriages	-	-	20,850	20,850	23,475
Beth Din	-	-	33,538	33,538	12,843
Total 2022	30,015	598,567	70,084	698,666	804,479

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

6. Investment income

	Endowment funds 2022 £	Restricted funds 2022 £	Unrestricted designated funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Rental income	-	-	-	133,682	133,682	122,080
Distributions from Common Investment Fund	1,103	13,042	48,949	280	63,374	57,990
Interest receivable	-	-	-	171	171	38
Total 2022	1,103	13,042	48,949	134,133	197,227	180,108

7. Other incoming resources

	Unrestricted Designated funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Room Hire	-	14,238	14,238	6,893
Administration fees	-	25,100	25,100	28,355
Other income	4,707	57,902	62,609	36,047
Gain on sale of fixed asstes	-	-	-	24,497
Total 2022	4,707	97,240	101,947	95,792

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

8. Expenditure

	Staff costs 2022 £	Direct costs 2022 £	Support costs 2022 £	Total funds 2022 £	Total funds 2021 £
Fundraising					
Fundraising & Marketing	-	13,707	30,580	44,287	54,668
	-	13,707	30,580	44,287	54,668
Charitable activities					
Synagogues & Ecclesiastical	536,426	349,020	795,566	1,681,012	1,456,448
Hebra	-	342,415	-	342,415	343,218
Educational and programme activities	-	59,542	366,944	426,486	393,180
Total 2022	536,426	764,684	1,193,090	2,494,200	2,247,514
<i>Total 2021</i>	<i>439,956</i>	<i>602,986</i>	<i>1,204,572</i>	<i>2,247,514</i>	

9. Support costs

	Fundraising 2022 £	Synagogue & Ecclesiastical 2022 £	Educational & Programme activities 2022 £	Total funds 2022 £	Total funds 2021 £
Staff costs	13,398	348,361	160,782	522,541	531,451
Property	6,643	172,724	79,719	259,086	192,203
Other staff costs	1,278	33,216	15,331	49,825	50,376
Office supplies	2,363	61,432	28,353	92,148	92,743
Insurance	1,759	45,737	21,109	68,605	44,227
Professional fees	2,471	64,238	29,648	96,357	113,876
Accountancy	113	2,945	1,358	4,416	6,123
Provisions	(2,140)	(55,650)	(25,685)	(83,475)	(5,084)
Bank & interest	1,307	33,969	15,678	50,954	38,646
Other	764	20,375	9,165	30,304	(641)
Depreciation	1,896	49,283	22,746	73,925	118,312
Governance	728	18,936	8,740	28,404	22,340
Total 2022	30,580	795,566	366,944	1,193,090	1,204,572
<i>Total 2021</i>	<i>31,155</i>	<i>799,567</i>	<i>373,850</i>	<i>1,204,572</i>	

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

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

Governance costs include:

	2022	<i>2021</i>
	£	£
Auditors Remuneration - audit	17,150	<i>16,050</i>
Auditors Remuneration - other services	3,000	<i>2,650</i>
	20,150	<i>18,700</i>

10. Staff costs

	2022	<i>2021</i>
	£	£
Wages and salaries	945,558	<i>860,183</i>
Social security costs	97,846	<i>89,961</i>
Contribution to defined contribution pension schemes	20,121	<i>21,262</i>
	1,063,525	<i>971,406</i>

Included within wages and salaries are payments totaling £14,911 (2021: £196) which relate to exgratia termination payments, all were paid during the year. Such payments are accounted for when the decision to terminate the employment is made.

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

	2022	<i>2021</i>
	No.	No.
Ecclesiastical staff	11	<i>13</i>
Hebra	1	<i>1</i>
Administration and support staff	12	<i>11</i>
Hader teachers (term time only)	5	<i>6</i>
	29	<i>31</i>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2022	<i>2021</i>
	No.	No.
In the band £60,001 - £70,000	0	<i>2</i>
In the band £70,001 - £80,000	1	<i>0</i>
In the band £90,001 - £100,000	0	<i>1</i>
In the band £120,001 - £130,000	1	<i>0</i>

The key management personnel of the charity comprise the Chief Executive, the Senior Rabbi and the Chief Operating Officer, total employee benefits (including employer national insurance and pension contributions) amounted to £210,877 (2021: £257,361).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

11. **Trustees' remuneration and expenses**

During the year, no Trustees received any remuneration or other benefits (2021: £Nil).

During the year ended 31 October 2022, no Trustee expenses have been incurred (2021: £Nil).

12. **Heritage assets**

Assets recognised at cost

	Heritage assets 2022 £
Carrying value at 1 November 2021	2,815,790
Carrying value at 31 October 2022	2,815,790

The charity has for many years held assets of historical and cultural importance. These assets comprise books, scrolls, silverware, artwork, pictures and other artifacts, and freehold properties.

These assets are considered to be heritage assets. Due to the nature of these heritage assets, it was previously not possible to place a reliable value on them, and the trustees followed the Statement of Recommended Practice (SORP) which allows heritage assets to be excluded from the financial statements if there is no reliable estimate of value and it would be unreasonably costly to obtain such a valuation.

The trustees obtained an open market valuation of these assets from Sotheby's in the year to 31 October 2015 and in accordance with the SORP, brought a value of £2,815,790 for heritage assets onto the balance sheet. These items are important for the community history and education and were donated with the intention that they would be held in the long term for future benefit. Whilst these assets are to be held in the long term, trustees have the power to sell these items if it would be beneficial to the charity. Accordingly these items are held within an expendable endowment, a fund where there is no requirement to spend or apply the capital unless the trustees decide to do so.

There were no sales or purchases of heritage assets during the year.

Expenditure on the heritage assets is immaterial year on year and exclusively relates to the costs incurred for storage.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

13. Tangible fixed assets

	Freehold land & buildings £	Leasehold land & buildings £	Fixtures, fittings & equipment £	Total £
Cost or valuation				
At 1 November 2021	4,535,000	550,000	295,841	5,380,841
Additions	-	-	33,428	33,428
Disposals	-	-	(23,929)	(23,929)
At 31 October 2022	4,535,000	550,000	305,340	5,390,340
Depreciation				
At 1 November 2021	46,715	21,995	183,873	252,583
Charge for the year	19,796	11,000	44,521	75,317
On disposals	-	-	(12,672)	(12,672)
At 31 October 2022	66,511	32,995	215,722	315,228
Net book value				
At 31 October 2022	4,468,489	517,005	89,618	5,075,112
At 31 October 2021	4,488,285	528,005	111,968	5,128,258

All of the above assets are used for charitable purposes.

Included within leasehold land and buildings is the following minister residence; 5 Osprey Court. In 2019, this property was revalued by an independent valuer, by a member of MNAEA, a member of the estate agents association.

The historical cost of revalued assets was:

- Freehold property - £3,942,043
- Leasehold property - £501,282

The Trustees have carried out an impairment review of the properties of the Charity and are confident that there has been no reduction in the service potential of these properties. Accordingly, they have concluded that no impairment provision is necessary.

The charity also owns a number of historical buildings which are held at £Nil net book value on the grounds that the cost of these freeholds is now fully depreciated or the freehold interest is considered to be immaterial and written off. These include:

Synagogues	Burial Grounds	Other Freehold Properties
Bevis Marks Synagogue	Nuevo Burial Ground Velho	Choice House
Lauderdale Road Synagogue	Burial Ground Brentwood	Choice Court
Holland Park Synagogue	Burial Ground	
Wembley Synagogue	Hoop Lane Burial Ground	

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

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

14. Fixed asset investments

	Investment in Common Investment Fund £	Investment property £	Total £
Cost or valuation			
At 1 November 2021	3,203,526	1,595,000	4,798,526
Revaluations	(298,598)	-	(298,598)
	<u>2,904,928</u>	<u>1,595,000</u>	<u>4,499,928</u>
At 31 October 2022	<u>2,904,928</u>	<u>1,595,000</u>	<u>4,499,928</u>
Net book value			
At 31 October 2022	<u>2,904,928</u>	<u>1,595,000</u>	<u>4,499,928</u>
At 31 October 2021	<u>3,203,526</u>	<u>1,595,000</u>	<u>4,798,526</u>

Valuation

The above investment held by S&P Sephardi Community accounts for 28.4% of the total Spanish and Portuguese Jew's Synagogue Common Investment Fund (charity reg no. 1104449).

Included within investment property are the properties at 4 (part), 6, 8, and 10 Heneage Lane, London (freehold interest only).

15. Debtors

	2022 £	2021 £
Trade debtors	250,286	349,730
Amounts due from Common Investment Fund	67,414	86,235
Other debtors	13,218	14,014
Prepayments and accrued income	67,327	14,177
Gift Aid recoverable	27,622	6,452
	<u>425,867</u>	<u>470,608</u>

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

16. Creditors: Amounts falling due within one year

	2022 £	2021 £
Bank loans	93,912	93,912
Trade creditors	91,300	32,471
Other taxation and social security	31,220	28,973
Other creditors	68,253	23,465
Accruals and deferred income	1,399,210	1,178,779
	<u>1,683,895</u>	<u>1,357,600</u>

Deferred income includes income received in advance for burials and funerals, these are released when carried out.

	2022 £	2021 £
Deferred income at 1 November 2021	1,110,532	916,308
Resources deferred during the year	250,970	238,272
Amounts released from previous periods	(147,899)	(44,048)
	<u>1,213,603</u>	<u>1,110,532</u>

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

	2022 £	2021 £
Bank loans	1,373,124	1,438,922
	<u>1,373,124</u>	<u>1,438,922</u>

In 2018 a mortgage was taken out by the charity to fund the purchase of a new property. The mortgage has a variable rate of 1.99% + the Bank of England base rate and is due for repayment in 2043. The mortgage is secured against 3 Vale Close, a freehold property owned by the charity.

Included within the above are amounts falling due as follows:

	2022 £	2021 £
Between one and two years		
Bank loans	93,912	93,912
	<u>93,912</u>	<u>93,912</u>
Between two and five years		
Bank loans	281,736	281,736
	<u>281,736</u>	<u>281,736</u>
Over five years		
Bank loans	997,476	1,063,274
	<u>997,476</u>	<u>1,063,274</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

18. Provisions

	Provisions £	Life Annuity £	Total £
At 1 November 2021	192,093	78,298	270,391
Amounts used	(68,153)	(15,322)	(83,475)
	<u>123,940</u>	<u>62,976</u>	<u>186,916</u>

Obligations for Ecclesiastical Officers' accommodation

The spouse of a deceased ecclesiastical officer occupies a residential accommodation owned by the Synagogue under a housing licence.

This license permits the spouse to remain in the current Synagogue dwelling (during which the Synagogue will cover the cost of rates, service charges and repairs). The accommodation will be provided until the date of death of the spouse.

Life Annuity

In 2012 it was agreed when a former employee retired that the Community would make a fixed monthly payment until date of death. This provision was included in the accounts this year along with a prior year adjustment (see note 26 for more details)

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

19. Statement of funds

Statement of funds - current year

	Balance at 1 November 2021 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 October 2022 £
Designated						
Beth Haim Reserve	2,098,946	651,320	(352,653)	(135,870)	(226,380)	2,035,363
Nuevo Fund	36,166	685	-	-	(3,228)	33,623
Heneage Lane Endowment	2,032	217	-	-	(1,026)	1,223
Honorary Hazanut Fund	5,230	-	(400)	4,500	-	9,330
	<u>2,142,374</u>	<u>652,222</u>	<u>(353,053)</u>	<u>(131,370)</u>	<u>(230,634)</u>	<u>2,079,539</u>
General funds	<u>5,213,491</u>	<u>1,231,331</u>	<u>(1,766,908)</u>	<u>132,473</u>	<u>(1,188)</u>	<u>4,809,199</u>
Total Unrestricted funds	<u>7,355,865</u>	<u>1,883,553</u>	<u>(2,119,961)</u>	<u>1,103</u>	<u>(231,822)</u>	<u>6,888,738</u>
Endowment						
Heritage assets	2,815,790	-	-	-	-	2,815,790
Sephardi Endowment fund	63,464	1,103	-	(1,103)	(5,196)	58,268
	<u>2,879,254</u>	<u>1,103</u>	<u>-</u>	<u>(1,103)</u>	<u>(5,196)</u>	<u>2,874,058</u>
Restricted						
Restricted Funds - all funds	4,603	759	-	-	(30)	5,332
Abraham Valencia Holy Books Fund	128,138	2,504	(2,444)	-	(11,799)	116,399
Norma Levy Memorial Fund	5,912	127	-	-	(601)	5,438
Raphael de Sola Hazanut Fund	28,305	548	(4,200)	-	(2,677)	21,976
Religious Education Fund	45,619	10,713	(14,350)	-	(4,912)	37,070

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

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

19. Statement of funds (continued)

Statement of funds - current year (continued)

	Balance at 1 November 2021 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 October 2022 £
Richard Barnett Memorial Lecture Fund	26,811	510	(1,000)	-	(2,402)	23,919
Tombstone Fund	256,166	4,977	-	-	(23,451)	237,692
Violet Reuben Fund	23,236	443	-	-	(2,089)	21,590
Wembley Building Fund	70,163	1,406	-	-	(6,624)	64,945
New Burial Scheme	75,048	3,573	(5,057)	-	(6,995)	66,569
Office of Senior Rabbi	25,000	113,364	(100,775)	-	-	37,589
Lauderdale Young Family Fund	18,729	-	(1,374)	-	-	17,355
Bevis Marks PR/Defence	987	10,000	(10,987)	-	-	-
Lauderdale Synagogue Shamash Fund	1,436	-	(1,436)	-	-	-
Community Security Trust	-	12,897	(12,897)	-	-	-
Brandon Endowment - Bevis Marks Rabbi	-	30,000	(30,000)	-	-	-
Brandon Endowment - Events	-	24,500	(21,775)	-	-	2,725
Lauderdale Road Rabbi Fund	-	20,462	(14,527)	-	-	5,935
Security Levy	34,132	35,722	(67,478)	-	-	2,376
Building Levy	-	26,162	(26,162)	-	-	-
Haburah	34,922	55,789	(59,777)	-	-	30,934
	<u>779,207</u>	<u>354,456</u>	<u>(374,239)</u>	<u>-</u>	<u>(61,580)</u>	<u>697,844</u>
Total of funds	<u><u>11,014,326</u></u>	<u><u>2,239,112</u></u>	<u><u>(2,494,200)</u></u>	<u><u>-</u></u>	<u><u>(298,598)</u></u>	<u><u>10,460,640</u></u>

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

19. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 November 2020 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 October 2021 £
Unrestricted						
Beth Haim Reserve	1,663,233	708,115	(396,136)	(232,100)	355,834	2,098,946
Nuevo Fund	29,887	689	-	-	5,590	36,166
Heneage Lane Endowment	-	19,363	(19,140)	-	1,809	2,032
Honorary Hazanut Fund	730	-	-	4,500	-	5,230
	<u>1,693,850</u>	<u>728,167</u>	<u>(415,276)</u>	<u>(227,600)</u>	<u>363,233</u>	<u>2,142,374</u>
General funds	<u>5,432,288</u>	<u>1,150,776</u>	<u>(1,600,409)</u>	<u>228,637</u>	<u>2,199</u>	<u>5,213,491</u>
Total Unrestricted funds	<u>7,126,138</u>	<u>1,878,943</u>	<u>(2,015,685)</u>	<u>1,037</u>	<u>365,432</u>	<u>7,355,865</u>
Endowment						
Heritage assets	2,815,790	-	-	-	-	2,815,790
Sephardi Endowment fund	50,547	5,537	-	(1,037)	8,417	63,464
	<u>2,866,337</u>	<u>5,537</u>	<u>-</u>	<u>(1,037)</u>	<u>8,417</u>	<u>2,879,254</u>
Restricted						
Restricted Funds - all funds	1,103	3,382	-	-	118	4,603
Abraham Valencia Holy Books Fund	105,324	2,580	(719)	-	20,953	128,138
Norma Levy Memorial Fund	4,723	130	-	-	1,059	5,912
Raphael de Sola Hazanut Fund	23,341	544	-	-	4,420	28,305
Religious Education Fund	42,436	9,282	(16,507)	-	10,408	45,619
Richard Barnett Memorial Lecture Fund	22,058	521	-	-	4,232	26,811
Tombstone Fund	210,539	5,003	-	-	40,624	256,166

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

19. Statement of funds (continued)

Statement of funds - prior year (continued)

	<i>Balance at 1 November 2020 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers in/out £</i>	<i>Gains/ (Losses) £</i>	<i>Balance at 31 October 2021 £</i>
Violet Reuben Fund	19,676	453	(573)	-	3,680	23,236
Wembley Building Fund	57,273	1,414	-	-	11,476	70,163
New Burial Scheme	-	75,048	-	-	-	75,048
Office of Senior Rabbi	-	25,000	-	-	-	25,000
Lauderdale Young Family Fund	20,533	-	(1,804)	-	-	18,729
Bevis Marks PR/Defence	11,729	(11,729)	-	-	-	-
Lauderdale Synagogue Shamash Fund	-	24,987	(24,000)	-	-	987
Community Security Trust	-	9,000	(7,564)	-	-	1,436
Brandon Endowment - Bevis Marks Rabbi	-	31,072	(31,072)	-	-	-
Brandon Endowment - Events	-	30,000	(30,000)	-	-	-
Lauderdale Road Rabbi Fund	-	30,000	(30,000)	-	-	-
Security Levy	39,698	35,536	(41,102)	-	-	34,132
Building Levy	-	24,339	(24,339)	-	-	-
Haburah	-	59,071	(24,149)	-	-	34,922
	<u>558,433</u>	<u>355,633</u>	<u>(231,829)</u>	<u>-</u>	<u>96,970</u>	<u>779,207</u>
Total of funds	<u><u>10,550,908</u></u>	<u><u>2,240,113</u></u>	<u><u>(2,247,514)</u></u>	<u><u>-</u></u>	<u><u>470,819</u></u>	<u><u>11,014,326</u></u>

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

RESTRICTED FUNDS

Abraham Valencia Holy Books Fund - To provide for the purchase of religious books.

Community Security Trust - To provide for the security of the synagogues.

Brandon Endowment Salary Fund - To provide for the salary of the Programme Director, Bevis Marks Rabbi & Marketing Assistant.

Heritage Roof Fund - To fund the development of the Bevis Marks Synagogue.

New Burial Scheme – this was established to allow members to subscribe a small annual sum, in addition to their synagogue membership payment, to ensure that in due course they will be provided a burial plot and a burial service. On the occasion of a funeral there is a transfer from restricted to unrestricted reserves of a specified sum to reflect this.

Norma Levy Memorial Fund - To provide floral decoration on Shabu'ot in Lauderdale Road Synagogue.

Raphael de Sola Hazanut Fund - To provide scholarships for young men of the Congregation for Hazanut training.

Religious Education Fund - To provide for the needs of religious classes.

Richard Barnett Memorial Lecture - To provide for the cost of an annual lecture.

The Senior Rabbi's Office – runs projects that are designed to ensure that the Jewish community's identity is robust and healthy and its spiritual philosophy is clear. This is achieved through educational and ambassadorial projects.

Sephardi Endowment - Grants made towards the salaries of the Bevis Marks Rabbi, and the program director.

Special Contingency Fund - To provide for any specific needs of the Congregation.

Tombstone Fund - To provide for the maintenance and repair of charity tombstones.

Violet Reuben Fund - To provide prizes for Hebrew religious classes.

Wembley Building Fund - To provide for the purchase and maintenance of Wembley Synagogue.

Other Restricted funds include several different restricted funds to provide;

- > plant and maintain a biblical garden at the side of Lauderdale Road Synagogue.
- > for the garden at Lauderdale Road Synagogue.
- > for the upkeep of vestments.
- > or the refurbishment of the milk kitchen and other rooms.

Lauderdale Road Rabbi Fund - To provide for events and programmes organised by the Rabbi of Lauderdale Road Synagogue.

Lauderdale Road Doors Fund - To provide for replacement front doors for Lauderdale Road Synagogue.

DESIGNATED FUNDS

Beth Haim Reserve - To provide for and maintain burial grounds.

Nuevo Fund - To provide for charitable and educational purposes, not forming part of the normal expenses of the Congregation.

Heneage Lane Endowment - To provide for the upkeep and maintenance of Bevis Marks Synagogue.

Honorary Hazanut Fund - These are funds to be spent at the Honorary Hazan's discretion.

Transfers between funds included a transfer from Beth Haim Reserve totalling £226,380 to the General Unrestricted Funds. This transfer related to the administrative support the charity has provided to Hebra activities during the year.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

20. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Endowment funds 2022 £	Restricted funds 2022 £	Unrestricted designated funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £
Tangible fixed assets	-	-	350,000	4,725,112	5,075,112
Fixed asset investments	50,553	598,500	2,243,741	1,607,134	4,499,928
Heritage assets	2,815,790	-	-	-	2,815,790
Current assets	7,715	99,344	699,401	507,285	1,313,745
Creditors due within one year	-	-	(1,213,603)	(470,292)	(1,683,895)
Creditors due in more than one year	-	-	-	(1,373,124)	(1,373,124)
Provisions for liabilities and charges	-	-	-	(186,916)	(186,916)
Total	2,874,058	697,844	2,079,539	4,809,199	10,460,640

Analysis of net assets between funds - prior year

	Endowment funds 2021 £	Restricted funds 2021 £	Unrestricted designated funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	-	-	350,000	4,778,258	5,128,258
Fixed asset investments	63,464	779,207	2,142,374	1,813,481	4,798,526
Heritage assets	2,815,790	-	-	-	2,815,790
Current assets	-	-	735,168	603,497	1,338,665
Creditors due within one year	-	-	(1,085,168)	(272,432)	(1,357,600)
Creditors due in more than one year	-	-	-	(1,438,922)	(1,438,922)
Provisions for liabilities and charges	-	-	-	(270,391)	(270,391)
Total	2,879,254	779,207	2,142,374	5,213,491	11,014,326

Designated funds include within creditors due within one year, deferred income relating to income received in advance for burials and funerals. Cash and investments are held against these liabilities in the event that these are no longer required by members.

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

21. Reconciliation of net movement in funds to net cash flow from operating activities

	2022 £	2021 £
Net income/expenditure for the year (as per Statement of Financial Activities)	(553,686)	463,418
Adjustments for:		
Depreciation charges	75,317	114,959
Gains/(losses) on investments	299,115	(470,818)
Dividends, interests and rents from investments	(197,227)	(180,108)
Decrease/(increase) in debtors	44,741	(100,196)
Increase in creditors	326,295	195,546
Increase/(decrease) in provisions	(83,475)	(1,475,083)
Net cash used in operating activities	(88,920)	(1,452,282)

22. Analysis of cash and cash equivalents

	2022 £	2021 £
Cash in hand	887,878	868,057

23. Analysis of changes in net debt

	At 1 November 2021 £	Cash flows £	Other non- cash changes £	At 31 October 2022 £
Cash at bank and in hand	868,057	19,821	-	887,878
Debt due within 1 year	(93,912)	65,798	(65,798)	(93,912)
Debt due after 1 year	(1,438,922)	-	65,798	(1,373,124)
	(664,777)	85,619	-	(579,158)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

24. Operating lease commitments

The charity receives rental income from an operating lease of an investment property. The original lease was for 125 years and entitles the charity to 9.4% of future rental income collected by the Lessee, who has sublet the property to multiple tenants. There are 84 years remaining on the lease and the income receivable is variable based on the success of the Lessee subletting to various tenants.

At 31 October 2022 the charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2022 £	2021 £
Nursery - Operating Lessee		
Within 1 year	65,000	45,000
Between 1 and 5 years	260,000	180,000
After more than 5 years	153,151	106,027
	<u>478,151</u>	<u>331,027</u>

	2022 £	2021 £
Hendon - Operating Lessee		
Within 1 year	42,000	42,000
Between 1 and 5 years	168,000	168,000
After more than 5 years	101,605	143,605
	<u>311,605</u>	<u>353,605</u>

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

25. Related party transactions

As at 31 October 2022, the Spanish and Portuguese Jews' Synagogue was owed £56,032 (2021: £64,931) by the Spanish and Portuguese Jews' Synagogue Common Investment Fund (an associated entity of the Spanish and Portuguese Jews' Synagogue with common trustees, also known as The London Sephardi Trust Investment Pool Fund), in which all quoted investments of the Spanish and Portuguese Jews' Synagogue were held as at 31 October 2022 and 31 October 2021. Investment income received during the year from those investments amounted to £72,273 (2021: £57,990). During the year £21,000 (2021: £21,000) was charged for administrative services from the Spanish and Portuguese Jews' Synagogues and this balance was outstanding at year end (2021: £21,000).

Included within note 7 to the accounts are contributions from associated trusts, entities which are connected with the charity by virtue of common trustees or being part of the Spanish and Portuguese Jews' Synagogue group, and represent fees for secretarial and accounting services of £25,000 (2021: £36,305). At 31 October 2022 the Spanish and Portuguese Jews' Synagogue was owed £56,603 (2021: £61,205) by such associated trusts and entities.

In the year ended 31 October 2022 the Spanish and Portuguese Jews' Synagogue made a grant of £367 (2021: £5,600) to the Bevis Marks Synagogue Heritage Foundation (an associated entity of the Spanish and Portuguese Jews' Synagogue with common trustees) and also payments were received totalling £Nil (2021: £6,756), relating to security costs. The total owed by the Bevis Marks Synagogue Heritage Foundation as at 31 October 2022 was £Nil (2021: £2,978).

Trustee S Magnus's spouse is a trustee of the Brandon Endowment. In the year ended 31 October 2022 £54,500 (2021: £60,000) of grants were made to the Spanish and Portuguese Jews' Synagogue by the Brandon Endowment.

Trustee S Magnus's son is a trustee of the S&P Common Investment Fund (see above for details), the S&P Welfare Board and the S&P Dower Society. In the year ended 31 October 2022 the Spanish and Portuguese Jews' Synagogue had income of £2,800 (2021: £2,800) relating to fees for secretarial and accounting services from the S&P Welfare Board, the Spanish and Portuguese Jews' Synagogues also made donations to the S&P Welfare Board of £1,901 (2021: £Nil). In the year ended 31 October 2022 the Spanish and Portuguese Jews' Synagogue had income of £2,200 (2021: £2,200) relating to fees for secretarial and accounting services from the S&P Dower Society.

Trustee A Mendoza is a councillor at the City of Westminster, the Spanish and Portuguese Jews' Synagogue have properties in the City of Westminster and pay council taxes. In the year ended 31st October 2022 the expenditure was £2,841 (2021: £3,513).

Trustee S Morganstein was a trustee for Bevis Marks Synagogue Trust and during the year the Spanish and Portuguese Jews' Synagogue received £Nil (2021: £18,140) which was then donated to the Bevis Marks Synagogue Heritage Foundation.

Former trustee E Sopher is a governor of Naima Jewish Preparatory School and during the year the Spanish and Portuguese Jews' Synagogue paid £Nil (2021: £5,000) in donations.

SPANISH AND PORTUGUESE JEWS' SYNAGOGUE (OPERATING AS 'THE S&P SEPHARDI COMMUNITY')

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

26. Prior year adjustment

A restatement of the prior year figures has been made to include the life annuity provision. The adjustment impacts provisions, reserves, expenditure and cashflow.

Please see the below table for the effect of the changes on the statement of financial activities and statement of financial position.

	Endowment funds	Restricted funds	Unrestricted designated funds	Unrestricted funds	Total funds
	£	£	£	£	£
October 2020 (start of comparative period)	-	-	-	-	-
Funds as previously reported	2,866,337	558,433	1,693,850	5,521,029	10,639,649
Prior year adjustment	-	-	-	(88,741)	(88,741)
Restated reserves at 30 October 2020	2,866,337	558,433	1,693,850	5,432,288	10,550,908
October 2021 (comparative period)	-	-	-	-	-
Total income as previously reported	5,537	355,633	728,167	1,150,776	2,240,113
Prior year adjustment	-	-	-	-	-
Restated income at 30 October 2021	5,537	355,633	728,167	1,150,776	2,240,113
Total expenditure as previously reported	-	(231,829)	(415,276)	(1,610,852)	(2,257,957)
Prior year adjustment	-	-	-	10,443	10,443
Restated expenditure at 30 October 2021	-	(231,829)	(415,276)	(1,600,409)	(2,247,514)
Net gains/(losses) on investments	8,417	96,970	363,233	2,199	470,819
Transfers	(1,037)	-	(227,600)	228,637	-
Restated reserves at 30 October 2021	2,879,254	779,207	2,142,374	5,213,491	11,014,326
				Unrestricted funds	Total funds
				£	£
Restated provisions at 30 October 2020					
Total provisions as previously reported at 30th October 2021				192,093	192,093
Prior year adjustment				78,298	78,298
Restated provisions at 30 October 2021				270,391	270,391

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

27. Prior year Statement of Financial Activities

		Endowment	Restricted	Designated	Unrestricted	Total
		funds	funds	funds	funds	funds
		2021	2021	2021	2021	2021
	Note	£	£	£	£	£
Income and endowments:						
Donations	4	4,500	242,072	19,140	894,022	1,159,734
Charitable activities	5	-	101,619	664,289	38,571	804,479
Investments	6	1,037	11,942	44,738	122,391	180,108
Other income	7	-	-	-	95,792	95,792
Total income and endowments		5,537	355,633	728,167	1,150,776	2,240,113
Expenditure:						
Fundraising and charitable activities	8	-	(231,829)	(415,276)	(1,600,409)	(2,247,514)
Total expenditure		-	(231,829)	(415,276)	(1,600,409)	(2,247,514)
Net (Expenditure) / Income		5,537	123,804	312,891	(449,633)	(7,401)
Net gains/(losses) on investments	19	8,417	96,970	363,233	2,199	470,819
Net income/(expenditure)		13,954	220,774	676,124	(447,434)	463,418
Transfers	19	(1,037)	-	(227,600)	228,637	-
Net movement in funds before other recognised gains/(losses)		12,917	220,774	448,524	(218,797)	463,418
Net movement in funds		12,917	220,774	448,524	(218,797)	463,418
Reconciliation of funds:						
Total funds brought forward		2,866,337	558,433	1,693,850	5,432,288	10,550,908
Total funds carried forward		2,879,254	779,207	2,142,374	5,213,491	11,014,326