

Charity registration number 802351

FRIENDS OF THE SPAFFORD CHILDREN'S CENTER OF JERUSALEM
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2022

FRIENDS OF THE SPAFFORD CHILDREN'S CENTER OF JERUSALEM

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Djemila, Lady Cope of Berkeley
(Honorary Life President)
Frank Spencer-Nairn FCA (Chairman)
David Causer FCA (Treasurer)
Jacob Dajani (Deputy Chairman)
Rosie Ingleby
Tessa Ingleby
Dr Ahmed Massoud
Douglas Spencer-Nairn (Deputy
Chairman)
Pippa Sentance (Secretary)
Susan Partridge
Said Shehadeh
Abir Tuqan
Beckett Vester
Nicholas Vester
Kim Ingleby
Sara Bristow
Connie Musallam
Sophia Lopresti

(Appointed 15 December
2021)

Charity number

802351

Principal address

24 Banyard Road
London
SE16 2YA

Independent examiner

Clarkson Hyde LLP
3rd Floor
Chancery House
St Nicholas Way
Sutton
Surrey
SM1 1JB

Bankers

Natwest Plc
PO Box 2162
20 Dean Street
London
W1A 1SX

FRIENDS OF THE SPAFFORD CHILDREN'S CENTER OF JERUSALEM

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FRIENDS OF THE SPAFFORD CHILDREN'S CENTER OF JERUSALEM

TRUSTEES' REPORT

FOR THE YEAR ENDED 5 APRIL 2022

The trustees present their annual report and financial statements for the year ended 5 April 2022.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The charity's objective is the advancement of the charitable work undertaken by the Spafford Children's Center of Jerusalem, providing care, treatment and education to children, both in East Jerusalem and Palestine.

It does this by raising money in the United Kingdom on behalf of the Spafford Children's Center. All the income is remitted except for the small proportion spent on administration and fundraising. With the exception of the Assistant Treasurer and one colleague, all the work is done by committee members who accept no remuneration for their time or expenses.

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

Achievements and performance

The continuing Covid 19 pandemic made 2021/22 another difficult year for the Spafford Children's Center in Jerusalem with interruptions to the work programme and staff shortages. However the Center persevered and continued to serve the children of East Jerusalem and their families with a programme of cultural, therapeutic and psychological support together with remedial education courses.

Once again income was tight with international aid programmes only slowly recovering and our main corporate donor, the American Colony Hotel, re-opening after a period of closure. Overheads and municipal taxes continued to squeeze the Center. As indicated in the financial review, it was extremely fortunate that FSCC, together with AFSCC, were able to deploy our reserves to good effect and make up the shortfall.

Once again we are very grateful to our wonderful supporters and donors, large and small, for their continuing generous response to appeals and fundraising activities. An innovative on-line zoom conversation between Frank Spencer-Nairn (FSCC Chair) and Djemila Cope and Tessa Ingleby remembering their grandmother, Bertha Spafford Vester, the founder of the Charity, brought in donations of £5,600 and significantly swelled the donor list with new names.

In September 2021 we were hugely grateful to Sara Bristow and Susie Partidge for reviving the Palestine on a Plate fundraising supper programme by holding the first ever event in a village in rural Oxfordshire. It was well supported and brought in a much needed £1,700.

As reported last year, Nikki Haine, dearly loved daughter of Djemila and FSCC Trustee, lost her battle with cancer in August 2021 but her death resulted in a remarkable generous flow of donations in her memory, including some raised by a runner in the London Marathon. FSCC Chair repeated his ring fenced donation which enabled the Summer Camp in Jerusalem to go ahead again.

FSCC has benefitted from the talents and energy of two new members of the Committee of trustees. Connie Musallam, who grew up in Jerusalem, was elected in December 2020 bringing valuable experience of working in a different Middle Eastern Charity. Sophia Lopresti was elected a year later and has picked up a lot of Nikki's work producing the E-newsletter and keeping FSCC up to date in the digital age. Thank you all trustees and helpers for all you do.

As always our final thanks go out to Jane Colling and Louise Sheridan for their hard work in running our office. Sadly they have decided to retire at the end of June next year and the Trustees are tasked with the huge challenge of how to replace them. It will be the end of an era.

FRIENDS OF THE SPAFFORD CHILDREN'S CENTER OF JERUSALEM

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

Financial review

Total income for the year declined from £80,296 to £54,270 in 2022. During the year, the Christmas Appeal raised £10,000 and donations of £15,000 were received in memory of Nikki Haine which were used to finance the computer courses in the Center in Jerusalem. (£10,000 of this will be reflected in the 22/23 Accounts).

Exceptionally high transfers totalling £127,000 have been made to SCC in Jerusalem in this year's Accounts to help make up for the difficulties experienced in obtaining third party grants during the Covid lockdown period. As a result, reserves declined to £60,472 at 5th April 2022 and have declined further during 2022.

It is the policy of FSCC that unrestricted funds should be remitted to SCC on a regular basis as and when approved by the Board of Trustees whilst maintaining adequate reserves to allow for the fluctuating success of fund raising and to meet current expenses in the UK.

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

Structure, governance and management

The charity was established by a charitable trust deed on 31 October 1989. The Charity's area of benefit is Israel and Palestine. It owns no property and has no liabilities. Financial decisions are made by the Board of Trustees.

The trustees who served during the year were:

Djemila, Lady Cope of Berkeley (Honorary Life President)

Frank Spencer-Nairn FCA (Chairman)

David Causer FCA (Treasurer)

Jacob Dajani (Deputy Chairman)

Nicola Haine

(Deceased 13 August 2021)

Rosie Ingleby

Tessa Ingleby

Dr Ahmed Massoud

Douglas Spencer-Nairn (Deputy Chairman)

Pippa Sentance (Secretary)

Susan Partridge

Said Shehadeh

Abir Tuqan

Beckett Vester

Nicholas Vester

Kim Ingleby

Sara Bristow

Connie Musallam

Sophia Lopresti

(Appointed 15 December 2021)

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company. They are also responsible for safeguarding the assets of the Charity and hence for taking responsible steps for the prevention and detection of fraud and other irregularities.

The Charity's assistant treasurer Jane Colling and the administrative assistant Louise Sheridan are the only salaried staff, working part time only as the need arises.

The trustees' report was approved by the Board of Trustees.

Frank Spencer-Nairn FCA (Chairman)

Trustee

Dated: 13 December 2022

FRIENDS OF THE SPAFFORD CHILDREN'S CENTER OF JERUSALEM

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF FRIENDS OF THE SPAFFORD CHILDREN'S CENTER OF JERUSALEM

I report to the trustees on my examination of the financial statements of Friends of the Spafford Children's Center of Jerusalem (the charity) for the year ended 5 April 2022.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.



Andrew Seton FCCA

Clarkson Hyde LLP
Chartered Accountants
3rd Floor
Chancery House
St Nicholas Way
Sutton
Surrey
SM1 1JB

Dated: 5 January 2023

FRIENDS OF THE SPAFFORD CHILDREN'S CENTER OF JERUSALEM

STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 5 APRIL 2022

| | Notes | Unrestricted funds 2022 £ | Restricted funds 2022 £ | Total 2022 £ | Unrestricted funds 2021 £ | Restricted funds 2021 £ | Total 2021 £ |
|--------------------------------------|-------|------------------------------------|----------------------------------|----------------------|------------------------------------|----------------------------------|-----------------------|
| Income from: | | | | | | | |
| Donations and legacies | 2 | 52,130 | 2,000 | 54,130 | 68,076 | 12,000 | 80,076 |
| Investments | 3 | 140 | - | 140 | 220 | - | 220 |
| Total income | | <u>52,270</u> | <u>2,000</u> | <u>54,270</u> | <u>68,296</u> | <u>12,000</u> | <u>80,296</u> |
| Expenditure on: | | | | | | | |
| Raising funds | 4 | 12,101 | - | 12,101 | 8,086 | - | 8,086 |
| Charitable activities | 5 | 115,000 | 12,000 | 127,000 | 40,000 | 2,000 | 42,000 |
| Total expenditure | | <u>127,101</u> | <u>12,000</u> | <u>139,101</u> | <u>48,086</u> | <u>2,000</u> | <u>50,086</u> |
| Net gains/(losses) on investments | 7 | 1,366 | - | 1,366 | (385) | - | (385) |
| Net movement in funds | | <u>(73,465)</u> | <u>(10,000)</u> | <u>(83,465)</u> | <u>19,825</u> | <u>10,000</u> | <u>29,825</u> |
| Fund balances at 6 April 2021 | | <u>133,937</u> | <u>10,000</u> | <u>143,937</u> | <u>114,112</u> | <u>-</u> | <u>114,112</u> |
| Fund balances at 5 April 2022 | | <u><u>60,472</u></u> | <u><u>-</u></u> | <u><u>60,472</u></u> | <u><u>133,937</u></u> | <u><u>10,000</u></u> | <u><u>143,937</u></u> |

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

All income and expenditure derive from continuing activities.

FRIENDS OF THE SPAFFORD CHILDREN'S CENTER OF JERUSALEM

BALANCE SHEET

AS AT 5 APRIL 2022

| | Notes | 2022 £ | £ | 2021 £ | £ |
|---|-----------|----------------|---------------|----------------|----------------|
| Current assets | | | | | |
| Debtors | 8 | 4,220 | | - | |
| Investments | 9 | 11,855 | | 10,489 | |
| Cash at bank and in hand | | 46,437 | | 135,488 | |
| | | <u>62,512</u> | | <u>145,977</u> | |
| Creditors: amounts falling due within one year | 10 | (2,040) | | (2,040) | |
| Net current assets | | | <u>60,472</u> | | <u>143,937</u> |
| Income funds | | | | | |
| Restricted funds | | | - | | 10,000 |
| Unrestricted funds | | | <u>60,472</u> | | <u>133,937</u> |
| | | | <u>60,472</u> | | <u>143,937</u> |

The financial statements were approved by the Trustees on 13 December 2022

Frank Spencer-Nairn FCA (Chairman)
Trustee

David Causer FCA (Treasurer)
Trustee

FRIENDS OF THE SPAFFORD CHILDREN'S CENTER OF JERUSALEM

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2022

1 Accounting policies

Charity information

Friends of the Spafford Children's Center of Jerusalem is an unincorporated registered charity in England and Wales. The registered address is 24 Banyard Rd, London, SE16 2YA.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

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 financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

FRIENDS OF THE SPAFFORD CHILDREN'S CENTER OF JERUSALEM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

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

1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand and deposits held at call with banks.

1.7 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, 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 are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

2 Donations and legacies

| | Unrestricted funds | Restricted funds | Total | Unrestricted funds | Restricted funds | Total |
|---------------------|-----------------------|---------------------|---------------|-----------------------|---------------------|---------------|
| | 2022 | 2022 | 2022 | 2021 | 2021 | 2021 |
| | £ | £ | £ | £ | £ | £ |
| Donations and gifts | 52,130 | 2,000 | 54,130 | 68,076 | 12,000 | 80,076 |
| | <u>52,130</u> | <u>2,000</u> | <u>54,130</u> | <u>68,076</u> | <u>12,000</u> | <u>80,076</u> |

FRIENDS OF THE SPAFFORD CHILDREN'S CENTER OF JERUSALEM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

| 3 | Investments | Unrestricted funds | Total |
|------|---|--|--|
| | | 2022 | 2021 |
| | | £ | £ |
| | Income from unlisted investments | 139 | 208 |
| | Interest receivable | 1 | 12 |
| | | <u>140</u> | <u>220</u> |
| | | <u><u>140</u></u> | <u><u>220</u></u> |
| | | | |
| 4 | Raising funds | Unrestricted funds | Unrestricted funds |
| | | 2022 | 2021 |
| | | £ | £ |
| | <u>Fundraising and publicity</u> | | |
| | Support costs | 12,101 | 8,086 |
| | | <u>12,101</u> | <u>8,086</u> |
| | | <u><u>12,101</u></u> | <u><u>8,086</u></u> |
| | | | |
| 5 | Charitable activities | Donations to Spafford Children's Center | Donations to Spafford Children's Center |
| | | 2022 | 2021 |
| | | £ | £ |
| | Donations to Spafford Children's Center | 127,000 | 42,000 |
| | | <u>127,000</u> | <u>42,000</u> |
| | | <u><u>127,000</u></u> | <u><u>42,000</u></u> |
| | Analysis by fund | | |
| | Unrestricted funds | 115,000 | 40,000 |
| | Restricted funds | 12,000 | 2,000 |
| | | <u>127,000</u> | <u>42,000</u> |
| | | <u><u>127,000</u></u> | <u><u>42,000</u></u> |
| | | | |
| 6 | Trustees | | |

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

FRIENDS OF THE SPAFFORD CHILDREN'S CENTER OF JERUSALEM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

| | | | | | | |
|----|--|-----------------------|---------------------|-------------------|-----------------------|-----------------------|
| 7 | Net gains/(losses) on investments | | | | Unrestricted funds | Unrestricted funds |
| | | | | | 2022 | 2021 |
| | | | | | £ | £ |
| | Revaluation of investments | | | | 1,366 | (385) |
| | | | | | <u> </u> | <u> </u> |
| 8 | Debtors | | | | 2022 | 2021 |
| | Amounts falling due within one year: | | | | £ | £ |
| | Other debtors | | | | 4,220 | - |
| | | | | | <u> </u> | <u> </u> |
| 9 | Current asset investments | | | | 2022 | 2021 |
| | | | | | £ | £ |
| | Unlisted investments | | | | 11,855 | 10,489 |
| | | | | | <u> </u> | <u> </u> |
| 10 | Creditors: amounts falling due within one year | | | | 2022 | 2021 |
| | | | | | £ | £ |
| | Accruals and deferred income | | | | 2,040 | 2,040 |
| | | | | | <u> </u> | <u> </u> |
| 11 | Analysis of net assets between funds | | | | | |
| | | Unrestricted funds | Restricted funds | Total | Unrestricted funds | Restricted funds |
| | | 2022 | 2022 | 2022 | 2021 | 2021 |
| | | £ | £ | £ | £ | £ |
| | Fund balances at 5 April 2022 are represented by: | | | | | |
| | Current assets/(liabilities) | 60,472 | - | 60,472 | 123,448 | 10,000 |
| | | <u> </u> | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| | | 60,472 | - | 60,472 | 123,448 | 10,000 |
| | | <u> </u> | <u> </u> | <u> </u> | <u> </u> | <u> </u> |