

CHARITY REGISTRATION NUMBER: 1174911

Moseley Muslim Community Association CIO

Financial Statements

For the Year Ended

31 July 2020

Moseley Muslim Community Association CIO

Financial Statements

Year ended 31 July 2020

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Moseley Muslim Community Association CIO

Trustees' Annual Report

Year ended 31 July 2020

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The trustees present their report and the financial statements of the charity for the year ended 31 July 2020.

**Reference and administrative details**

Registered charity name	Moseley Muslim Community Association CIO
Charity registration number	1174911
Principal office and registered office	496 Moseley Road Birmingham B12 9AH

**The trustees**

A Rashid  
M E Awan  
J Arain  
M K Chaudhry  
M I Shaikh  
S K Chaudhry  
P D Osborn  
K Shaikh  
R Carter  
T Azarpay

Accountants	Younis Bhatti & Co. Chartered Accountants & Statutory Auditors 93 Broad Street Birmingham B15 1AU
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Bank	HSBC Bank Plc New Street Birmingham B2 4JU
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## Moseley Muslim Community Association CIO

### Trustees' Annual Report *(continued)*

Year ended 31 July 2020

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

##### Governing Document

The organisation is a charitable incorporated organisation (CIO), and registered as a charity on 2 October 2017. The charity was established under an 'Association Model Constitution' which established the objects and powers of the charitable CIO and is governed under its Constitution. In event of the charity being wound up, the members of the CIO have no liability to contribute to its assets and no personal responsibility for settling its debts and liabilities.

##### Recruitment and Appointment of Management Committee

The charity trustees for the purposes of charity law and under the constitution are known as members of the Management Committee. Under the requirements of the constitution the members of the Management Committee are elected to serve for a period of three years after which they must be re-elected at the next Annual General Meeting.

##### Trustee Induction and Training

Most trustees are already familiar with the practical work of the charity and are encouraged to take up training courses offered as part of good governance which have been run during the year.

##### Risk Management

The Management Committee has conducted a review of the major risks to which the charity is exposed. A risk register has been established and is updated regularly. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces.

##### Organisational Structure

The Management Committee meet up monthly and are responsible for the strategic direction and policy of the charity. Other smaller committees are Finance Committee, Community Engagement Committee and Communication Committee and meet up as and when required.

A Centre Manager has been appointed since November 2018 with the responsibility for the day to day operational management of the Community Centre.

Moseley Muslim Community Association CIO

Trustees' Annual Report *continued*)

Year ended 31 July 2020

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**Structure, governance and management** *(continued)*

**Objectives and activities**

The charity's objects and principal activities are to:

To further or benefit the residents of Balsall Heath and the neighbourhood, without distinction of sex, sexual orientation, race or of political, religious or other opinions by associating together the said residents and the local authorities, voluntary and other organisations in a common effort to advance education and to provide facilities in the interests of social welfare for recreation and leisure time occupation with the objective of improving the conditions of life for the residents.

In furtherance of these objects but not otherwise, the trustees shall have power:

To establish or secure the establishment of a community centre and to maintain or manage or co-operate with any statutory authority in the maintenance and management of such a centre for activities promoted by the charity in furtherance of the above objects.

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities.

**Achievements and performance**

The charity has been repairing and renovating The Moseley School of Art, a Listed Grade II\* building currently used as a community centre. At the year end 31 July 2020 about 95% of the work had been completed and some areas of the building have been let.

**Financial review**

The Community Centre has not been in use while the repairs are being carried out, hence there has been not much income generated other than restricted income Grants and Donations for repairs.

Investment Policy

As most of the charity's funds are to be spent in the short term there are no long term investments. A review of investment policies is therefore planned in the new financial year.

Reserves Policy

The Management Committee has examined the charity's requirements for reserves in light of the main risks to the organisation. It has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be between 2 and 4 months of the expenditure. The reserves are needed to meet the working capital requirements of the charity and the Management Committee are confident that at this level they would be able to continue the activities of the charity in the event of a significant drop in income. In the short term the Management Committee has also considered the extent to which existing activities and expenditure could be curtailed, should such circumstances arise.



Moseley Muslim Community Association CIO

Trustees' Annual Report (*continued*)

Year ended 31 July 2020

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**Trustees' responsibilities statement**

The trustees 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).


The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity 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 in the applicable Charities SORP (FRS102);
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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 Charities Act 2011. 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.

The trustees' annual report was approved on 29<sup>th</sup> July 2022 and signed on behalf of the board of trustees by:

  
M K Chaudhry  
Trustee

J Arain  
Trustee  


Moseley Muslim Community Association CIO

Independent Examiner's Report to the Trustees of Moseley Muslim Community Association CIO

Year ended 31 July 2020

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We report to the trustees of Charitable Incorporated Organisation (CIO) on our examination of the accounts of Moseley Muslim Community Association CIO for the year ended 31 July 2020 which comprise the Statement of Financial Activities, the Statement of Financial Position, Statement of Cash Flows and the related notes.

**Responsibilities and basis of report**

As explained more fully in the trustees' responsibilities statement (set out on page 4), the trustees are responsible for the preparation of the financial statements which give a true & fair view.


Having satisfied ourselves that the accounts of the CIO are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, We report in respect of our examination of your CIO's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out our examination we have followed the Directions give by the Charity Commission under section 145(5)(b) of the 2011 Act.

**Independent examiner's statement**

We have completed our examination. We can confirm that no material matters have come to our attention in connection with the examination giving us cause to believe that:

- accounting records were not kept in accordance with section 386 of the 2006 Act; or
- the accounts do not accord with those records; or
- the accounts do not comply with the accounting requirements under section 396 of the 2006 Act 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; or
- the accounts have not been prepared in accordance with the Charities SORP.

We 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 accounts to be reached.



Mohammad Younis Bhatti FCA

For and on behalf of  
Younis Bhatti & Co. Ltd  
Chartered Accountants  
93 Broad Street  
Birmingham  
B15 1AU

Date: 29<sup>th</sup> July 2022

Moseley Muslim Community Association CIO

Statement of Financial Activities  
(including income and expenditure account)

For the Year to 31 July 2020

		Unrestricted funds	2020 Restricted funds	Total	2019
	Note	£	£	£	£
<b>Income and endowments</b>					
Donations and legacies	4	317	-	317	30,360
Charitable activities	5	26,467	54,145	80,612	547,050
Other trading activities	6	55,598	-	55,598	13,330
Interest received		-	-	-	14
<b>Total income</b>		<u>82,382</u>	<u>54,145</u>	<u>136,527</u>	<u>590,754</u>
<b>Expenditure</b>					
Expenditure on raising funds:					
Costs of raising donations and legacies	7	504	1,896	2,400	-
Costs of other trading activities		-	-	-	-
Expenditure on charitable activities	8	55,910	40,616	96,526	655,043
Bank interest paid		1,316	-	1,316	1,124
<b>Total expenditure</b>		<u>57,730</u>	<u>42,512</u>	<u>100,242</u>	<u>656,167</u>
<b>Net income/(Deficit)</b>		<u>24,652</u>	<u>11,633</u>	<u>36,285</u>	<u>(65,413)</u>
<b>Other recognised gains and losses</b>					
Other gains/(losses)		-	-	-	-
<b>Net movement in funds</b>		<u>24,652</u>	<u>11,633</u>	<u>36,285</u>	<u>(65,413)</u>
<b>Reconciliation of funds</b>					
Total funds brought forward		<u>535,148</u>	<u>206,301</u>	<u>741,449</u>	<u>806,862</u>
<b>Total funds carried forward</b>		<u>559,800</u>	<u>217,934</u>	<u>777,734</u>	<u>741,449</u>

The statement of financial activities includes all gains and losses recognised in the period.  
All income and expenditure derive from continuing activities.

The notes on pages 9 to 15 form part of these financial statements.



Moseley Muslim Community Association CIO


Statement of Financial Position

31 July 2020

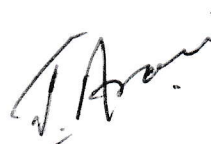
	Note	2020 £	2019 £
<b>Fixed assets</b>			
Land and Buildings	16	771,217	771,217
Furniture, Fixture & Fittings		22,178	16,482
		<u>793,395</u>	<u>787,699</u>
<b>Current assets</b>			
Cash at bank and in hand		30,573	9,264
		<u>30,573</u>	<u>9,264</u>
<b>Creditors: amounts falling due within one year</b>	11	<u>18,234</u>	<u>27,514</u>
<b>Net current assets/(liabilities)</b>		<u>12,339</u>	<u>(18,250)</u>
<b>Total assets less current liabilities</b>		<u>805,734</u>	<u>769,449</u>
<b>Creditors due after more than one year</b>	12	<u>28,000</u>	<u>28,000</u>
<b>Net assets</b>	14	<u><u>777,734</u></u>	<u><u>741,449</u></u>
<b>Funds of the charity</b>			
Restricted funds		217,934	206,301
Transfer from Antecedent Organisation		-	111,771
Unrestricted funds:			
Unrestricted income funds		<u>559,800</u>	<u>423,377</u>
<b>Total unrestricted funds</b>		<u>559,800</u>	<u>535,148</u>
<b>Total charity funds</b>	13	<u><u>777,734</u></u>	<u><u>741,449</u></u>

These financial statements have been prepared in accordance with the provisions applicable to charities.

These financial statements were approved by the board of trustees on 29<sup>th</sup> July 2022, and signed on behalf of the board by:

  
M K Chaudhry  
Trustee

J Arain  
Trustee



The notes on pages 9 to 15 form part of these financial statements.

Moseley Muslim Community Association CIO

Statement of Cash Flows

Year ended 31 July 2020

	Note	2020 £	2019 £
<b>Cash flows from operating activities</b>	15	30,785	(57,893)
Interest paid		(1,316)	(1,124)
<b>Net Cash flow from operating activities</b>		<u>29,469</u>	<u>(59,017)</u>
<b>Cash flow from investing activities</b>			
Payments to acquire tangible fixed assets		(8,160)	(36,215)
Interest received		-	14
<b>Net Cash flow from investing activities</b>		<u>(8,160)</u>	<u>(36,201)</u>
<b>Cash flow from financing activities</b>			
Receipts from Antecedent Organisation		-	57,415
Receipts of short term finance		-	16,545
<b>Net cash from financing activities</b>		<u>-</u>	<u>73,960</u>
<b>Net increase/ (decrease) in cash and cash equivalents</b>		21,309	(21,258)
<b>Cash and cash equivalents at 31 July 2019</b>		9,264	30,522
<b>Cash and cash equivalents at 31 July 2020</b>		<u><u>30,573</u></u>	<u><u>9,264</u></u>
<b>Cash and cash equivalents consist of:</b>			
Cash at bank and in hand		30,573	9,264
<b>Cash and cash equivalents at 31 July 2020</b>		<u><u>30,573</u></u>	<u><u>9,264</u></u>

The notes on pages 9 to 15 form part of these financial statements.

Moseley Muslim Community Association CIO

Notes to the Financial Statements

Year ended 31 July 2020

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**1. General information**

The charity is a public benefit entity and a CIO, registered with the Charities Commission in England and Wales (Reg No: 1174911). The address of the Charity office is 496 Moseley Road, Birmingham B12 9AH.

**2. Statement of compliance**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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)).

**3. Accounting policies**

**Basis of preparation**

The financial statements have been prepared on the historical cost basis.

**Going concern**

There are no material uncertainties about the charity's ability to continue.

**Disclosure exemptions**

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, the exemption available under paragraph 1.12 of FRS 102 with regard to disclosures in respect of financial instruments has been taken.

**Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

**Fund accounting**

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal and fall into one of two sub-classes: restricted income funds or endowment funds.

Moseley Muslim Community Association CIO

Notes to the Financial Statements *(continued)*

Year ended 31 July 2020

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3. **Accounting policies** *(continued)*

**Incoming resources**

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

**Resources expended**

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.



Moseley Muslim Community Association CIO

Notes to the Financial Statements *(continued)*

Year ended 31 July 2020

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3. **Accounting policies** *(continued)*

**Financial instruments**

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

**Depreciation**

Depreciation is charged at the following rates:

Land & Buildings – nil %

Furniture & Fixture – 10% reducing balance

Moseley Muslim Community Association CIO

Notes to the Financial Statements (continued)

Year ended 31 July 2020

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total 2020 £	2019 £
<b>Donations</b>				
The Pilgrim Trust	-	-	-	30,000
Other Donations	317	-	317	360
	<u>317</u>	<u>-</u>	<u>317</u>	<u>30,360</u>

5. Charitable activities

	Unrestricted Funds £	Restricted Funds £	Total 2020 £	2019 £
HLF Grant	-	35,754	35,754	532,399
HLF Grant – Covid 19	16,400	-	16,400	-
HMRC Job Retention Scheme Grant	10,067	-	10,067	-
The Veolia Environment Trust Grant	-	18,391	18,391	-
Historical England Grant	-	-	-	14,651
	<u>26,467</u>	<u>54,145</u>	<u>80,612</u>	<u>547,050</u>

6. Other trading activities

	Unrestricted Funds £	Restricted Funds £	Total 2020 £	2019 £
Hall hire & rental income	52,215	-	52,215	10,985
Other income	3,383	-	3,383	2,345
	<u>55,598</u>	<u>-</u>	<u>55,598</u>	<u>13,330</u>

7. Costs of raising donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total 2020 £	2019 £
Consultant's fees	<u>504</u>	<u>1,896</u>	<u>2,400</u>	<u>-</u>

Moseley Muslim Community Association CIO

Notes to the Financial Statements (continued)

Year ended 31 July 2020

8. Expenditure on charitable activities by fund type

	Unrestricted Fund £	Restricted Funds £	Total 2020 £	2019 £
Repairs and renovation	728	2,740	3,468	590,191
Website	403	1,517	1,920	4,320
Training	-	-	-	400
Oral history project	219	826	1,045	4,384
Exhibition	-	-	-	5,024
Centre Manager's salary cost	7,211	27,133	34,344	23,790
Support costs	40,893	6,788	47,681	25,484
Accountancy fee	1,926	-	1,926	1,450
Charitable Donations	3,678	-	3,678	-
Depreciation	852	1,612	2,464	-
	<u>55,910</u>	<u>40,616</u>	<u>96,526</u>	<u>655,043</u>

9. Net income

Net income is stated after charging:

	2020 £	2019 £
Accountancy fee payable for the financial statements	<u>1,926</u>	<u>1,450</u>

10. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity were received by the trustees.

11. Creditors: amounts falling due within one year

	2020 £	2019 £
Accruals and deferred income	7,675	7,514
PAYE and National Insurance	10,559	3,455
Bank Overdraft	-	16,545
	<u>18,234</u>	<u>27,514</u>

Moseley Muslim Community Association CIO

Notes to the Financial Statements (continued)

Year ended 31 July 2020

12. Creditors: amounts falling due after one year

	2020	2019
	£	£
Loans from members	28,000	28,000
	=====	=====

Loans from members are interest free and repayable in August 2022.

13. Analysis of charitable funds

Unrestricted funds

	At 31 Jul 2019	Income	Expenditure	Transfers	Gains and losses	At 31 Jul 2020
	£	£	£	£	£	£
General funds	535,148	82,382	(57,730)	-	-	559,800
	<u>535,148</u>	<u>82,382</u>	<u>(57,730)</u>	<u>-</u>	<u>-</u>	<u>559,800</u>

Restricted funds

	At 31 Jul 2019	Income	Expenditure	Transfers	Gains and losses	At 31 Jul 2020
	£	£	£	£	£	£
Grants	206,301	54,145	(42,512)	-	-	217,934
Donations	-	-	-	-	-	-
	<u>206,301</u>	<u>54,145</u>	<u>(42,512)</u>	<u>-</u>	<u>-</u>	<u>217,934</u>

14. Analysis of net assets between funds

	Unrestricted Funds	Restricted Funds	Total 2020	2019
	£	£	£	£
Fixed Assets	593,852	199,543	793,395	787,699
Current assets	12,182	18,391	30,573	9,264
Creditors less than 1 year	(18,234)	-	(18,234)	(27,514)
Creditors more than 1 year	(28,000)	-	(28,000)	(28,000)
	<u>559,800</u>	<u>217,934</u>	<u>777,734</u>	<u>741,449</u>
Net assets				



Moseley Muslim Community Association CIO

Notes to the Financial Statements *(continued)*

Year ended 31 July 2020

**15. Reconciliation of net income / (expenditure) to net cash flow from operating activities**

	2020	2019
	£	£
Net income/(expenditure) for the year	36,285	(65,413)
Adjust for:		
Interest receivable	-	(14)
Interest payable	1,316	1,124
Depreciation	2,464	-
Accrued expenses from Antecedent Organisation	-	5,391
Increase/(decrease) in creditors	(9,280)	1,019
Net cash flow from operating activities	30,785	(57,893)

**16. Tangible fixed assets**

	Land and Buildings	Furniture & Fixtures	Total
	£	£	2020 £
Cost or valuation:			
At 1 August 2019	771,217	16,482	787,699
Capitalised Expenditure	-	8,160	8,160
Depreciation	-	(2,464)	(2,464)
At 31 <sup>st</sup> July 2020	771,217	22,178	793,395

Transfer from Antecedent Organisation was the transfer of the assets from the unincorporated charity Moseley Muslim Community Association.

**17. Trustees' and key management personnel remuneration and expenses**

The trustees neither received nor waived any remuneration during the period.

The trustees did not have any expenses reimbursed during the period.

**18. Related party transactions**

There were no related party transactions during the year.