

## **Trustees Annual Report**

**For the Financial year ended 5 April 2019**

### **Structure, Governance and Management**

The Society is a registered Charity, (Charity registration number 515749), and is governed by the constitution dated 25th September 1983, amended 20th July 1984. The Trustees are elected by the membership.

### **Objectives and Activities**

The Society is established to advance the religion of Islam in accordance with the doctrines and beliefs of Sunni Sect of Muslims believing in Tablighi Jamaat and to promote culture and educational activities for such persons to provide a mosque and other facilities for religious and associated activities.

### **Our Activities**

- Facilities provided for religious worship.
- Sermon and classes on Islamic knowledge; subjects in English.
- Arrange visits for local primary and secondary schools.
- Facilities provided for youth centre, nursery, the elderly and women's activities.
- To promote inter-faith dialogue and community Cohesion, Community events held via open days.
- Work with local NHS health services in promoting spiritual and physical health.
- Work with local Prison service in integrating offenders into mainstream Society.
- Work with local Community Police service to tackle anti-social issues.

### **Achievements and Performance**

The main achievements during the Financial year 2018/2019 were as follows;

- Maintained and improved on the worship services provided to the members and community within Jamea Masjid.
- Supported the Jamea Educational Academy Construction Committee in progressing the project to the stage of starting construction works.
- Progressed improvements to teaching Standards within Taleemul Islam Madrasah.
- Maintained services delivered to Al-Hidayah Community Centre.
- Engaged with members of the wider community such as schools, churches, and youth groups to build and enhance our already strong relationships.
- Supported the running of the Oxford Gems nursery.

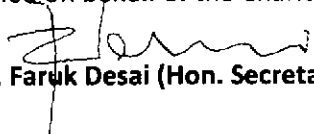
### **Financial Review**

We hold cash at bank of £332k of which c. £175k is restricted funds for the Construction project and c. £157k is set aside for necessary repairs and maintenance of existing facilities. These funds will maintain the society for the foreseeable future.

### **Declaration**

The Trustees declare that they have approved the Trustees report above.

Signed on behalf of the Charity's Trustees

  
**Mr. Faruk Desai (Hon. Secretary)**

**12<sup>th</sup> April 2019**

**The Preston Muslim Society-Jamea Masjid Preston**  
**Independent examiner's report to the trustees of Preston Muslim Society**  
**(Charity No. 515749)**

I report on the accounts of the Trust for the year ended 5 April 2019 which are set out on pages 4 to 9.

**Respective responsibilities of Trustees and Examiner**

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 (the Charities Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act, and
- to state whether particular matters have come to my attention.

**Basis of Independent Examiner's Report**

My examination was carried out in accordance with general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.

**Independent Examiner's Statement**

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

1. which gives me reasonable cause to believe that in, any material respect, the requirements:

- to keep accounting records in accordance with section 130 of the Charities Act; and

- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Charities Act have not been met; or

2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Balaji Accountants  
Certified Public Accountants Association  
431 Blackpool Road  
Preston  
PR2 2DU

30 July 2019

**The Preston Muslim Society-Jamea Masjid Preston**  
**Statement of financial activities**  
**for the year ended 5 April 2019**

	Notes	Restricted funds £	Unrestricted funds £	Total 2019 £	Total 2018 £
<b>Incoming resources</b>	<b>4</b>				
Donations		-	118,087	118,087	101,143
Donations - restricted funds (Madressa Construction)		21,963	-	21,963	27,708
Donations - restricted Lancashire Teaching Hospital		18,270		18,270	
Donations - Nursery (2 Clarendon Street)			1,385	1,385	38,326
Miscellaneous Income			10,747	10,747	10,148
<b>Total incoming resources</b>		<b>40,233</b>	<b>130,219</b>	<b>170,452</b>	<b>177,325</b>
<b>Resources expended</b>	<b>5</b>				
Wages, salaries and other staff costs		-	34,084	34,084	29,842
Rent, rates, power and insurance costs		-	37,029	37,029	29,895
Telephone, fax, stationery and other office costs		-	2,227	2,227	3,540
Building repairs		-	6,417	6,417	12,008
Nursery Expenses			32,481	32,481	-
Audit fees		-	480	480	762
Expenses - Restricted Funds (Madressa Construction)		87,129	240	87,369	35,450
General expenses		-	5,783	5,783	6,469
Restricted Lancashire Teaching Hospital		18,270		18,270	
<b>Total resources expended</b>		<b>105,399</b>	<b>118,741</b>	<b>224,140</b>	<b>117,966</b>
<b>Net incoming/(outgoing) resources before transfers</b>		<b>(65,166)</b>	<b>11,478</b>	<b>(53,688)</b>	<b>59,359</b>
<b>Transfers between funds</b>		<b>(120,000)</b>	<b>120,000</b>	<b>-</b>	<b>-</b>
<b>Net movement in funds</b>		<b>(185,166)</b>	<b>131,478</b>	<b>(53,688)</b>	<b>59,359</b>
Fund balances brought forward at 1 April	<b>7</b>	<b>360,391</b>	<b>1,533,849</b>	<b>1,894,240</b>	<b>1,834,881</b>
Fund balances carried forward at 31 March	<b>7</b>	<b>175,225</b>	<b>1,665,327</b>	<b>1,840,552</b>	<b>1,894,240</b>

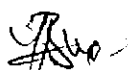
**The Preston Muslim Society-Jamea Masjid Preston**  
**Balance Sheet**  
**as at 5 April 2019**

	Notes	2019 £	2018 £
<b>Fixed assets</b>			
Other fixed assets	6	1,508,406	1,388,406
<b>Current assets</b>			
<b>Unrestricted</b>			
Cash in hand		4,208	3,971
HSBC Current Bank Account		9,838	11,280
HSBC High Interest Bank Account		44,261	44,377
Treasurer Account		98,614	85,814
<b>Restricted</b>			
Madressa construction account		73,462	211,344
Islamic Bank Account		80,531	79,570
Premium Business Bank Account		21,232	69,478
		332,146	505,834
<b>Net current assets</b>		332,146	505,834
<b>Net assets</b>		<u>1,840,552</u>	<u>1,894,240</u>
<b>Funds</b>			
Unrestricted funds	7	1,665,327	1,533,849
Restricted funds : -			
- Madressa construction	8	175,225	360,391
		<u>1,840,552</u>	<u>1,894,240</u>

We approve these accounts and confirm that we have made available all relevant records and information for their preparation.



Mr Ibrahim Desai - Hon Treasurer



Mr Yakub Bux - Hon President

for and on behalf of Trustees

30 July 2019

**The Preston Muslim Society-Jamea Masjid Preston**  
**Notes to the Accounts**  
**for the year ended 5 April 2019**

**1 Accounting Policies**

**Basis of preparation**

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value. The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" published in 2005 and [applicable accounting standards] .

The statement of financial activities (SoFA) and balance sheet consolidate the financial statements of the charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

**2 Incoming Resources**

**Recognition of incoming resources**

These are included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the resources;
- the trustees are virtually certain they will receive the resources; and
- the monetary value can be measured with sufficient reliability.

**Incoming resources with related expenditure**

Where incoming resources have related expenditure (as with fundraising or contract income) the coming resources and related expenditure are reported gross in the SoFA.

**Grants and donations**

Grants and donations are only included in the SoFA when the charity has unconditional entitlement to the resources.

**Tax reclaims on donations and gifts**

Incoming resources from tax reclaims are included in the SoFA at the same time as the gift to which they relate.

**Gift in kind**

Gifts in kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised.

**Donated Services and facilities**

These are only included in incoming resources (with an equivalent amount in resources expended) where the benefit to the charity is reasonably quantifiable, measurable and material. The value placed on these resources is the estimated value to the charity of the service or facility received.

**Volunteer help**

The value of any voluntary help received is not included in the accounts.

**3 Resources expended**

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

**The Preston Muslim Society-Jamea Masjid Preston**  
**Notes to the Accounts**  
**for the year ended 5 April 2019**

**4 Incoming resources analysis**

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
<b>Donations</b>		
Box Fund	28,500	25,948
Eid Lillah	3,107	1,947
Jummah Lillah	29,387	29,687
Lillah	4,837	1,663
Madressa	7,117	9,240
Madressa Admission	1,560	1,740
Marriage	1,550	1,450
Membership	2,565	1,497
Ramadan	38,333	25,555
Safe Lillah	1,101	2,416
Vessels	30	-
	<u>118,087</u>	<u>101,143</u>
<b>Donations - (Nursery 2 Clarendon St)</b>		
Nursery 2 Clarendon Street	1,385	38,326
	<u>1,385</u>	<u>38,326</u>
<b>Donations - restricted funds (Madressa Construction)</b>		
Madressa Construction	21,003	26,690
Madressa Bank Profit Received	960	1,018
	<u>21,963</u>	<u>27,708</u>
<b>Donations - restricted funds (Lancashire Teaching Hospital)</b>		
Lancashire Teaching Hospital	18,270	-
	<u>18,270</u>	<u>-</u>
<b>Miscellaneous income</b>		
Rent 6/8 Clarendon Street	6,201	6,906
Bank Deposit Interest	137	50
Gift Aid [Tax Refund on Donations]	4,334	3,150
Other Income	75	42
	<u>10,747</u>	<u>10,148</u>

**The Preston Muslim Society-Jamea Masjid Preston**  
**Notes to the Accounts**  
**for the year ended 5 April 2019**

**5 Resources expended analysis**

	2019 £	2018 £
<b>Unrestricted funds</b>		
<b>Wages, salaries and other staff costs</b>		
National Insurance	966	992
Wages	32,574	28,625
Pensions	544	225
	<u>34,084</u>	<u>29,842</u>
The average number of employees during the year were	3.0	3.0
No employee received emoluments of more than £60,000 in the year.		
<b>Rent, rates, power and insurance costs</b>		
Electricity	14,850	9,090
Gas	15,541	15,670
Water Charges	4,112	4,005
Council Tax	947	-
Building Insurance	1,579	1,130
	<u>37,029</u>	<u>29,895</u>
<b>Telephone, fax, stationery and other office costs</b>		
Telephone	1,051	1,022
Printing and Stationery	1,176	2,518
	<u>2,227</u>	<u>3,540</u>
<b>Building repairs</b>		
Building Repairs and Maintenance	6,417	12,008
Nursery Expenses (Set-up)	32,481	-
	38,898	12,008
<b>Legal and professional costs</b>		
Other legal and professional	<u>240</u>	<u>-</u>
<b>Accountancy</b>	<u>480</u>	<u>762</u>
<b>Other expenses</b>		
Sundry expenses	2,010	1,717
Affiliated Membership Donations	30	125
Madresah Prizes	3,743	4,627
	<u>5,783</u>	<u>6,469</u>
<b>Restricted funds</b>		
Lancashire Teaching Hospital Scanner	18,270	-
Architect fees (Madressa Construction)	87,129	35,450
	<u>105,399</u>	<u>35,450</u>

**The Preston Muslim Society-Jamea Masjid Preston**  
**Notes to the Accounts**  
**for the year ended 5 April 2019**

**6 Other fixed assets**

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Mosque Building at Cost [1984]	454,353	454,353
6 Clarendon Street (2014)	180,030	180,030
2 Clarendon Street (2014)	274,878	274,878
4 Clarendon Street (2018)	120,000	-
8 Clarendon Street - Community Centre [2002]	47,188	47,188
18 Clarendon Street - Madressa Building [1967]	2,750	2,750
12 Clarendon Street - Community Centre [1976]	1,500	1,500
14 Clarendon Street - Community Centre [1977]	1,300	1,300
10 Clarendon Street - Community Centre [1985]	8,501	8,501
65 James Street [2003]	151,000	151,000
121-127 Oxford Street [2013]	266,906	266,906
	<u>1,508,406</u>	<u>1,388,406</u>

**7 Funds**

	At 5 April 2018	Transfers	Income for the year	Expenses for the year	At 5 April 2019
<b>Unrestricted</b>	1,533,849	120,000	130,219	(118,741)	1,665,327
<b>Restricted</b>					
Madressa construction	360,391	(120,000)	21,963	(87,129)	175,225
Lancashire Teaching Hospital	-	-	18,270	(18,270)	-
	<u>1,894,240</u>	<u>-</u>	<u>170,452</u>	<u>(224,140)</u>	<u>1,840,552</u>

**8 Madressa Construction fund**

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Madressa Construction fund b/fwd	360,391	368,133
Madressa Construction - Donations	21,003	26,690
Madressa Bank Profit Received	960	1,018
	382,354	395,841
Madressa Construction - Funds distributed	87,129	35,450
Fund transfers (Property Purchase)	120,000	-
<b>Madressa Construction fund C/fwd</b>	<u>175,225</u>	<u>360,391</u>

The Madressa Construction fund has been set up to demolish some old buildings and to reconstruct some purpose built facilities (in line with planning permission that has been granted)