

Brixton Hill Islamic Centre
Unaudited Financial Statements
31 March 2021

ARIF MALIDA
Chartered accountants
66 Moyser Road
London
SW16 6SQ

Brixton Hill Islamic Centre

Financial Statements

Year ended 31 March 2021

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Brixton Hill Islamic Centre

Trustees' Annual Report

Year ended 31 March 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2021. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the Charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes 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 published in October 2019.

Reference and administrative details

Registered charity name	Brixton Hill Islamic Centre
Charity registration number	1106351
Principal office	226A-228A Brixton Hill, Islamic Centre London

The trustees

Mr. D Mohamud	Chairperson
Mr. A A Alasow	Secretary
Mr. M R Mohamud	Vice Chair
Mr. A M Shegow	Trustee
Mr. M A Hassan	Trustee
Mr. A M Hadaafow	Trustee
Mr. A H Hussein	Trustee

Independent examiner	Arif Malida 66 Moyser Road London SW16 6SQ
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Brixton Hill Islamic Centre

Trustees' Annual Report *(continued)*

Year ended 31 March 2021

Objectives and activities

The objects of the centre are:

- a) The Advancement of education among Muslim community in UK through the provision of Islamic culture & heritage, supplementary classes.
- b) The relief of poverty, sickness, and stress in the areas of health education and personal development
- c) To relief of poverty, sickness in the Banadir region of Somalia.

The Islamic centre is organised with a committee (Board of Trustees) elected by the members to oversee the overall activities and one of the committee members is nominated as chairperson, to monitor the day to day running, of the centre. The trustees are eligible, in committee, to appoint additional trustees under the terms of the constitution.

STRUCTURE, GOVERNANCE & MANGEMETN

BHIC has 4 trustees (listed earlier in the report) who oversee all the activities of the charity. It has established a framework to manage all donations.

Regular meeting of the Trustees continued to be held. The meetings looked at revision of targets, monitoring performance, overseeing compliance, approving policies and giving guidance on other initiatives.

GOVERNING DOCUMENT

The Islamic centre objects and regulations are regulated by the constitution adopted on 10 June 2011 and the Islamic centre is an unincorporated association.

ACTIVITIES AND ACHIEVEMENTS:

Donations during the year amounted to £54,251 (2020: £ 164,404) including gift aid. The charity received government grants (CJRS) amounting to £26,701 in relation to Coronavirus job retention scheme. We were reliant on the CJRS grant from the government as due to various lockdowns and restrictions on gathering numbers, we were not able to receive routine donation income from visitors.

Expenses during the year totalled £69,160 (2020: £89,295). All expenses were related to charitable activities.

Brixton Hill Islamic Centre focused on the core services during the year. Current core services include:

- Religious worship and reflection**
- Madrasah classes'**
- Nikah Services**
- Younger people's support group**
- Family counselling service**
- Special Educational Needs Service**
- Senior people's support group**

Brixton Hill Islamic Centre

Trustees' Annual Report *(continued)*

Year ended 31 March 2021

Our centre is also an active member of the Faiths Together in Lambeth Forum in Lambeth. We use this platform to promote inter-faith dialogue and social cohesion.

Religious Worship and reflection

This is primarily delivered through daily and weekly prayers and prayers during religious festivals. We additionally offer spiritual guidance in person at the centre, and through our website where community members can post questions under our Ask the Imam section and have them answered on the website for their own benefit and the benefit of others who visit the website.

Madrasah classes'

The Madrasah provides children Islamic education, by learning how to write, read and memorizing (Hafiz) the Quran. In addition to this, they learn Islamic studies.

Madrasah provides Muslim children with extensive Islamic education in order for them to apply further their understanding and share this knowledge with the wider community.

Nikah Services

The Centre conducts Nikah services for Muslim couples. We inform them that under British law Nikah does not constitute marriage; we advise them to register a civil marriage with local registrar or you can register at the Brixton Hill Islamic Centre.

Young Person's Support Group

The Young Person's support has continued to grow this year, and currently has over 20 children and young people who regularly attend these same sex sessions. In addition to providing a mixture of spiritual guidance and religious teaching, these groups also provide a social opportunity for children and young people to make and meet friends. We additionally invite statutory service in to talk to our children and young people as appropriate.

It strengthens integration, introduces the community talent, enhances the physical wellbeing, improves other education faculties and empowers the community groups involved.

Family Counselling

Our family counselling service supports families in difficult times. We often mediate between spouses or partners, and parents and children. Below are two examples of families we have supported. During 2020 / 2021 we worked with 20 families to resolve disputes and provide support and guidance.

Brixton Hill Islamic Centre

Trustees' Annual Report *(continued)*

Year ended 31 March 2021

Support for parents of children with Special Educational Needs (SEN)

Our support group for parents of children with Special Educational Needs continues to grow year on year and has worked with 40 families over the past year. This group is run by two mothers of children with Special Educational Needs, who understand the challenges that families face in getting the needs of their children met by social services, and schools. These group leaders provide everything from basic help in helping in benefit forms, to dedicated support for children who need a care and support needs assessment, and advocacy for families to social services and schools, where necessary. Our team also invite specialist SEN advisors to provide support, and regularly refer to other specialist services needed by the families, and will, where necessary, attend these appointments with the people they support.

Senior People's Support Service

During the past year we have continued to offer older people, an opportunity for older people to meet, make friends, learn their religion and socialise at the centre, and enjoy refreshments. These sessions also typically give carers a few hours off each week to do things for themselves. Our weekly sessions are growing in popularity and typically have around 10 older people at each session, facilitated by BHIC volunteers.

Brixton Hill Islamic Centre

Trustees' Annual Report *(continued)*

Year ended 31 March 2021

Plans for 2021 / 2022

The Brixton Hill Islamic Centre has grown organically, and services have been set up in response to the needs of the community. Our focus over the next year will primarily be focused on supporting the community we serve, to continue to listen to the community and create relevant opportunities, and deliver the best possible services for everyone who attends the centre.

We have, to date, largely survived on donations from those who attend our centre. Whilst we expect that this will continue to form the spine of our fundraising, in order to develop further we are looking at expanding into grants and foundations and fundraising over future years. This means getting ourselves set up with sensible systems to monitor the impact of our services, in order to grow and expand those services and develop the range of services we offer our community.

During 2021/2022 we will be additionally focusing on getting these systems in place and in consulting the community about development of current and potential future services.

Brixton Hill Islamic Centre

Trustees' Annual Report *(continued)*

Year ended 31 March 2021

Achievements and performance

Current core services include:

Religious worship and reflection

Madrasah classes'

Nikah Services

Younger people's support group

Family counselling service

Special Educational Needs Service

Senior people's support group

Our centre is also an active member of the Faiths Together in Lambeth Forum in Lambeth. We use this platform to promote inter-faith dialogue and social cohesion.

Brixton Hill Islamic Centre

Trustees' Annual Report *(continued)*

Year ended 31 March 2021

TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees' Annual 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 & 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 2015 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards 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 operation.

The Trustees are responsible for keeping proper accounting records that 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, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

Signed on behalf of the Trustees on 31 January 2022



D A Mohamud Chairperson

Brixton Hill Islamic Centre

Independent Examiner's Report to the Trustees of Brixton Hill Islamic Centre

Year ended 31 March 2021

I report to the trustees on my examination of the financial statements of Brixton Hill Islamic Centre ('the charity') for the year ended 31 March 2021.

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 Act').

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

Independent examiner's statement

I have completed my examination. I confirm that no material 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 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 accounts to be reached.


Arif Malida Chartered Accountants

31/01/2022

Independent Examiner

66 Moyser Road
London
SW16 6SQ

Brixton Hill Islamic Centre

Statement of Financial Activities

Year ended 31 March 2021

		2021		2020
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	54,251	54,251	164,404
Coronavirus Job retention Scheme	4	26,701	26,701	---
Investment income	5	—	—	10,200
Total income		<u>80,952</u>	<u>80,952</u>	<u>174,604</u>
Expenditure				
Expenditure on charitable activities	6,7	69,160	69,160	89,295
Total expenditure		<u>69,160</u>	<u>69,160</u>	<u>89,295</u>
Net income and net movement in funds		<u>11,792</u>	<u>11,792</u>	<u>85,309</u>
Reconciliation of funds				
Total funds brought forward		507,234	507,234	421,925
Total funds carried forward		<u>519,026</u>	<u>519,026</u>	<u>507,234</u>

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

The notes on pages 12 to 18 form part of these financial statements.

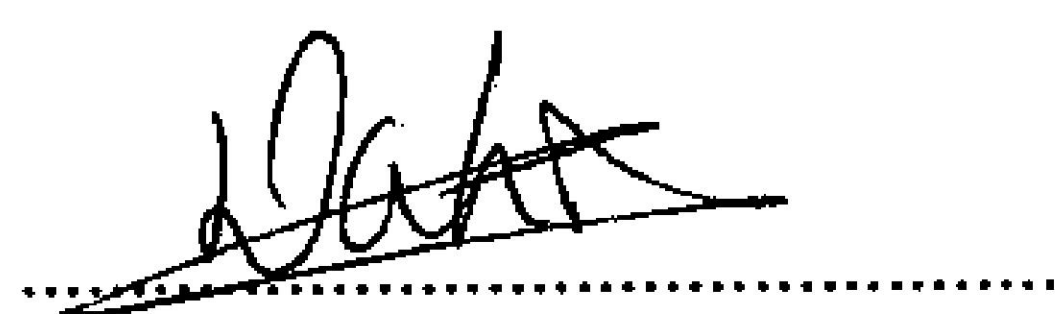
Brixton Hill Islamic Centre

Statement of Financial Position

31 March 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible fixed assets	11	483,787	482,512
Current assets			
Cash at bank and in hand		35,239	24,927
Creditors: amounts falling due within one year			
Other creditors including taxation and social security	12	—	205
Net current assets		<u>35,239</u>	<u>24,722</u>
Total assets less current liabilities		<u>519,026</u>	<u>507,234</u>
Funds of the charity			
Restricted funds		—	—
Unrestricted funds		<u>519,026</u>	<u>507,234</u>
Total charity funds	14	<u>519,026</u>	<u>507,234</u>

These financial statements were approved by the board of trustees and authorised for issue on 31 January 2022, and are signed on behalf of the board by:



D A Mohamud Chairperson

The notes on pages 12 to 18 form part of these financial statements.

Brixton Hill Islamic Centre

Notes to the Financial Statements

Year ended 31 March 2021

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 226A-228A Brixton Hill, London, SW2 1HE.

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)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

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, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102: exemption from providing a cash flow statement on the grounds the company is small as defined under Charities SORP.

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.

Brixton Hill Islamic Centre

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

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.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Brixton Hill Islamic Centre

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Equipment - 25% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

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.

Brixton Hill Islamic Centre

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

3. Accounting policies *(continued)*

Financial instruments *(continued)*

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.

4. Donations, legacies and Government grant income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Donations & Grants			
Donations	54,240	-	54,240
Donations Gift Aid	11	-	11
Coronavirus Job retention Scheme (Government Grants)	26,701	-	26,701
	80,952	-	80,952
	Unrestricted Funds	Restricted Funds	Total Funds 2020
Donations	163,378	-	163,378
Donations Gift Aid	1,026	-	1,026
	164,404	-	164,404

Brixton Hill Islamic Centre

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

5. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Other investment income - Rent	—	—	10,200	10,200

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations	400	—	400
Support costs	68,760	—	68,759
	<u>69,160</u>	<u>—</u>	<u>69,159</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Donations	—	—	—
Support costs	85,872	3,423	89,295
	<u>85,872</u>	<u>3,423</u>	<u>89,295</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2021 £	Total fund 2020 £
Telephone	—	1,574	1,574	1,947
Sundry	—	2,310	2,310	2,443
Donations and Charity events	400	5,428	5,828	9,832
General admin and wages	—	56,701	56,701	68,900
Light and heat	—	2,747	2,747	6,173
	<u>400</u>	<u>68,760</u>	<u>69,160</u>	<u>89,295</u>

8. Net income

Net income is stated after charging/(crediting):

	2021 £	2020 £
Depreciation of tangible fixed assets	<u>725</u>	<u>967</u>

9. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021 £	2020 £
Wages and salaries	<u>33,726</u>	<u>39,706</u>

Brixton Hill Islamic Centre

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

9. Staff costs *(continued)*

The average head count of employees during the year was 8 (2020: 11).

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

10. Trustee remuneration and expenses

No trustees received any remuneration or expense reimbursements for the year ended 31 March 2021 (2020: Nil).

11. Tangible fixed assets

	Long leasehold property £	Equipment £	Total £
Cost			
At 1 April 2020	479,612	7,039	486,651
Additions	2,000	—	2,000
At 31 March 2021	481,612	7,039	488,651
Depreciation			
At 1 April 2020	—	4,139	4,139
Charge for the year	—	725	725
At 31 March 2021	—	4,864	4,864
Carrying amount			
At 31 March 2021	481,612	2,175	483,787
At 31 March 2020	479,612	2,900	482,512

12. Other creditors including taxation and social security falling due within one year

	2021 £	2020 £
Social security and other taxes	—	205

13. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2021 £	2020 £
Recognised in income CJRS Scheme:		
Government grants income	26,701	—

Brixton Hill Islamic Centre

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

14. Analysis of charitable funds

Unrestricted funds

	At 1 April 2020 £	Income £	Expenditure £	At 31 March 2021 £
General funds	<u>507,234</u>	<u>80,952</u>	<u>(69,160)</u>	<u>519,026</u>

	At 1 April 2019 £	Income £	Expenditure £	At 31 March 2020 £
General funds	<u>421,925</u>	<u>174,604</u>	<u>(85,872)</u>	<u>510,657</u>