

Brixton Hill Islamic Centre
Unaudited Financial Statements
31 March 2022

ARIF MALIDA
Chartered accountants
66 Moyser Road
London
SW16 6SQ

Brixton Hill Islamic Centre

Financial Statements

Year ended 31 March 2022

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Brixton Hill Islamic Centre

Trustees' Annual Report

Year ended 31 March 2022

The trustees present their annual report and the unaudited financial statements of the charity for the year ended 31 March 2022. 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 note 1 to the accounts and comply with the Charity's governing document (trust deed), the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice (second edition) and Financial Reporting Standard FRS102.

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 2022

Objectives and activities

The objects of the centre are:

- a) The Advance the education among youths in the UK through the provision of information and supplementary classes through the provisions 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 7 trustees (listed in page 1 of the report) who oversee all the activities of the charity. It has established a framework to manage all donations.

Regular meetings 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 a charitable incorporated association (CIO).

ACTIVITIES AND ACHIEVEMENTS:

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 2022

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 a local registrar.

Young Person's Support Group

The Young Person's support has continued to grow this year, and currently has over 30 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. This is only undertaken by consent of the family who formally request us to be involved. During 2021 / 2022 we worked with 30 families to resolve disputes and provide support and guidance.

Brixton Hill Islamic Centre

Trustees' Annual Report *(continued)*

Year ended 31 March 2022

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 31 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 20 older people at each session, facilitated by BHIC volunteers.

Brixton Hill Islamic Centre

Trustees' Annual Report *(continued)*

Year ended 31 March 2022

Plans for 2022 / 2023

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 2022/2023 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 2022

FINANCIAL REVIEW

Donations during the year amounted to £59,189 (2021: £54,251) including gift aid. The Charity received government grant (JRS) amounted to £10,599 (2021: £26,701).

Expenses during the year totalled £67,597 (2021: £69,159). All expenses were related to charitable activities and operating costs relating to the mosque premises where the activities are held.

Brixton Hill Islamic Centre

Trustees' Annual Report *(continued)*

Year ended 31 March 2022

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 2022

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 2019 (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 2015 and the provisions of the constitution. 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 24 January 2023



D A Mohamud Chairperson



M R Mohamud Vice chair

Brixton Hill Islamic Centre

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

Year ended 31 March 2022

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 2022 which are set out on pages 10 to 18.

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.

.....*Ari Malida*.....

Date24/01/2023.....

Ari Malida Chartered Accountants
Independent Examiner
66 Moyser Road
London
SW16 6SQ

Brixton Hill Islamic Centre

Statement of Financial Activities

Year ended 31 March 2022

		2022		2021
		Unrestricted	Total funds	Total funds
	Note	funds	£	£
Income and endowments				
Donations and legacies	4	59,189	59,189	80,952
Other income	5	11,799	11,799	-
Total income		<u>70,988</u>	<u>70,988</u>	<u>80,952</u>
Expenditure				
Expenditure on charitable activities	6,7	67,597	67,597	69,159
Total expenditure		<u>67,597</u>	<u>67,597</u>	<u>69,159</u>
Net income and net movement in funds		<u>3,391</u>	<u>3,391</u>	<u>11,793</u>
Reconciliation of funds				
Total funds brought forward		519,027	519,027	507,234
Total funds carried forward		<u>522,418</u>	<u>522,418</u>	<u>519,027</u>

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

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

Brixton Hill Islamic Centre

Statement of Financial Position

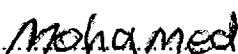
31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	11	483,243	483,787
Current assets			
Cash at bank and in hand		39,187	35,240
Creditors: amounts falling due within one year			
Other creditors including taxation and social security	12	12	-
Net current assets		<u>39,175</u>	<u>35,240</u>
Total assets less current liabilities		<u>522,418</u>	<u>519,027</u>
Funds of the charity			
Restricted funds		-	-
Unrestricted funds		<u>522,418</u>	<u>519,027</u>
Total charity funds	14	<u>522,418</u>	<u>519,027</u>

These financial statements were approved by the board of trustees and authorised for issue on 24 January 2023, and are signed on behalf of the board by:


.....

D A Mohamud Chairperson


.....

M R Mohamud Vice chair

Charity No: 1106351

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 2022

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is incorporated as a charitable incorporated organisation (CIO). 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)) (Second Edition) 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 small charity with income below the charity audit threshold and accordingly is not subject to an external audit and only an independent examination.

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.

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.

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 2022

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 and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
Donations	59,189	59,189	54,240	54,240
Donations Gift Aid	-	-	11	11
	<u>59,189</u>	<u>59,189</u>	<u>54,251</u>	<u>54,251</u>

Brixton Hill Islamic Centre

Notes to the Financial Statements (continued)

Year ended 31 March 2022

5. Other income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Government grant income	10,599	10,599	26,701	26,701
Rent	1,200	1,200	-	-
	<u>11,799</u>	<u>11,799</u>	<u>26,701</u>	<u>26,701</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations	434	-	434
Support costs	67,163	-	67,163
	<u>67,597</u>	<u>-</u>	<u>67,597</u>

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

7. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2022 £	Total fund 2021 £
Telephone	-	1,499	1,499	1,573
Sundry	-	51	51	2,310
Donations and Charity events	434	8,342	8,776	5,828
General admin and wages	-	47,688	47,688	56,701
Light and heat	-	9,583	9,583	2,747
	<u>434</u>	<u>67,163</u>	<u>67,597</u>	<u>69,159</u>

8. Net income

Net income is stated after charging/(crediting):

	2022 £	2021 £
Depreciation of tangible fixed assets	<u>544</u>	<u>725</u>

Brixton Hill Islamic Centre

Notes to the Financial Statements (continued)

Year ended 31 March 2022

9. Staff costs

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

	2022	2021
	£	£
Wages and salaries	<u>39,472</u>	<u>33,726</u>

The average head count of employees during the year was 8 (2021: 8).

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

10. Trustee remuneration and expenses

No trustees received any remuneration or expense reimbursements for the year ended 31 March 2022 (2021: Nil).

11. Tangible fixed assets

	Long leasehold property £	Equipment £	Total £
Cost			
At 1 April 2021	481,612	7,039	488,651
Additions	-	-	-
At 31 March 2022	<u>481,612</u>	<u>7,039</u>	<u>488,651</u>
Depreciation			
At 1 April 2021	-	4,864	4,864
Charge for the year	-	544	544
At 31 March 2022	<u>-</u>	<u>5,408</u>	<u>5,408</u>
Carrying amount			
At 31 March 2022	<u>481,612</u>	<u>1,631</u>	<u>483,243</u>
At 31 March 2021	<u>481,612</u>	<u>2,175</u>	<u>483,787</u>

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

	2022	2021
	£	£
Social security and other taxes	<u>12</u>	<u>-</u>

13. Government grants

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

	2022	2021
	£	£
Recognised in Other income:		
Government grants income	<u>10,599</u>	<u>26,701</u>

Brixton Hill Islamic Centre

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

14. Analysis of charitable funds

Unrestricted funds

	At 1 April 2021	Income	Expenditure	At 31 March 2022
	£	£	£	£
General funds	<u>519,027</u>	<u>70,988</u>	<u>(67,597)</u>	<u>522,418</u>

	At 1 April 2020	Income	Expenditure	At 31 March 2021
	£	£	£	£
General funds	<u>507,234</u>	<u>80,952</u>	<u>(69,159)</u>	<u>519,027</u>