

Registered Charity Number
1114798

Huda Community Association

Report and Accounts

For The Year Ended 31st March 2021

Report and Accounts

Huda Community Association
Report and accounts
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Huda Community Association Charity Information

Trustees

Mrs Hibo Omer Gelle
Mr Mouse Arraale Ali
Mr Hossein Farah
Mrs Deeqa Jonis
Mr Muktar Hassan Behi

Chairperson

Mrs Deega Jonis

Secretary

Mr Hossein Farah

Treasurer

Mrs Hibo Gelle

Accountants

Mr Mohamed Jibrill Elmi AFA MIPA
26 Grange Road
Small Heath, Birmingham, B10 9QN
Fax: 0121 247 5366
info@starlinkaccountants.co.uk
www.starlinkaccountants.co.uk

Bankers

HSBC BANK
130 New Street, Birmingham B2 4JU

BARCLAYS BANK
534 Coventry Rd, Birmingham, West Midlands B10 0UP

Registered office

1 Unett Street, Birmingham B19 3BP

Registered number

1114798

Huda Community Association

The report of the trustees for the year ended 31 March 2021

Introduction

The trustees present their annual report and accounts for the year ended 31st May 2021.

The board of trustees are satisfied with the performance of the charity during the year and the position at 31st March 2021 and consider that the charity is in a strong position to continue its activities during the coming year, and that the charity's assets are adequate to fulfil its obligations.

Name, registered office and constitution of the charity

The Full name of the charity is: Huda Community Association

<i>Date of formation</i>	22 June 2006
<i>The Principal Office is</i>	1 Unett Street Birmingham B19 3BP
<i>Charity Registration Number</i>	1114798
<i>The telephone number is</i>	01214480580

A summary of the objects of the charity as set out in its governing document.

Structure, Governance and Management

Governing Document

The Charity is governed by a constitution adopted on 12th January 2010. Beside this constitution, there is memorandum and articles of association approved by the Charity's members to help the Trustees and the Executive Committee in their roles and responsibilities.

Organisational Structure

Huda Community Association is managed by Trustees of 5 members, elected at the General Meeting once every 3 years. The Trustees delegate the day-to-day activities of the charity to be run by an executive committee consisting of: **Huda Centre manager, Deputy & fundraising officer, sports and youth officer and women & family officer, education officer, project & media officer, Admin & secretary officer**. The executive committee is chaired by a

Nature of the Governing Document and constitution of the charity

Risk Review

The Trustees have conducted their own review of the major risks to which the Charity is exposed, and systems have been established to mitigate those risks. These procedures are periodically reviewed to ensure they still meet the needs of the Charity.

Aims and Objectives

The charity runs Huda Community Centre which is situated in Newtown, the north of the inner city area of Birmingham, where it has been established to serve the local community, particularly in meeting their religious, educational, social and cultural needs. We aim to advance the education level of our community and provide facilities for social welfare, recreation and leisure with the objective of improving the conditions of life for all residents in the area.

It is a popular facility which welcomes, includes and benefits the whole community and one which responds flexibly, compassionately and creatively to community needs. We believe strongly in the importance of community and always consider how our Centre can play a key role in the community as a whole.

- 1) Health & Well-Being
- 2) Community services
- 3) Youth activity & Services to Muslim community
- 4) After-school Homework clubs & Local authority surgeries

Activities

The whole country has, unfortunately, been on lock down for the best parts of this financial year due to COVID-19. Therefore, the usual activities have been on hold.

Transactions and Financial position

The financial statements have been prepared implementing the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (the FRSSE) (effective 1 January 2015) and in Charity Law requires the Board to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the Board is required to:-

- A. Select suitable accounting policies and then apply them consistently;
- B. Make judgements and estimates that are reasonable and prudent;
- C. State whether applicable accounting Standards and Statements of Recommended Practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- D. Prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charity will continue in business.

The trustees are also responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which are sufficient to show and explain the charity's transactions and enable them to ensure that the financial statements comply with regulations made under the Charities Act. 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.

Huda Community Association

The report of the trustees for the year ended 31 March 2021

The members of the Board of Trustees of the Charity during the year ended 31st March 2021 were :-

Mrs. Hibo Omar Gelle
Mr. Mousa Arraale Ali
Mr. Hossein Farah
Mrs. Deega Jonis
Mr Muktar Hassan Behi

Statement of Trustees' Responsibilities

Charity Law requires the Board to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the Board is required to :-

The trustees are also responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which are sufficient to show and explain the charity's transactions and enable them to ensure that the financial statements comply with regulations made under the Charities Act. 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' Report

The report of the trustees for the year ended 31 March 2021

Financial Review and Future Plans

At the end of this financial year, the charity has **£69,474** at bank. The trustees are not expecting any financial hardship in the coming year, but still reserved **£15,000.00** for emergency use. In this reporting period, we secured a total income of: **£83,901** mainly from fund raising activities, Friday collections, members' contribution, rent revenues and tuition fees. The most notable source of income for this financial year was the revenue from lettings and hiring. The charity owns a tangible fixed asset premises estimated at **£300,000.00**.

Future Plans

The current climate of COVID-19 pandemic is, understandably, not permitting significant future plans. However, the community centre extension project remains our top priority. In this regard, some building work will commence during this financial year. Fundraising efforts regarding this project will inevitably continue as we need to get enough funds for it.

The level of services provided by Huda Centre will heavily rely on the UK Government's public health recommendations in place for COVID-19

Huda Community Association
Independent Examiner's Report to the members of the charity

Report of the Independent Examiner to the trustees
on the accounts of the Charity for the year ended 31 March 2021

I report on the financial statements of the Charity on **pages 6** which have been prepared in accordance with the Charities Act 1993 and with the Financial Reporting Standard for Smaller Entities (FRSSE), **effective January 2007**, adapted to meet the needs of unincorporated organisations, as modified by the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales, effective April 2008 as modified in June 2008. (The SORP), under the historical cost convention and the accounting policies set out.

Respective responsibilities of trustees and examiner

The Charity's trustees are responsible for the preparation of the financial statements. The trustees are satisfied that the audit requirement of Section 43(2) of the Charities Act 1993 (the Act) does not apply, and that there is no requirement in the governing document or constitution of the Charity for the conducting of an audit. As a consequence, the trustees have elected that the financial statements be subject to independent examination.

Having satisfied myself that the charity is not subject to audit, and is eligible for independent examination, it is my responsibility to:-

- a) examine the accounts under section 43 of the Act;
- b) to follow the procedures laid down in the General Directions given by the Charity Commission under section 43(7)(b) of the Act; and;
- c) to state whether particular matters have come to my attention.

Basis of opinion and scope of work undertaken

I conducted my examination in accordance with the General Directions given by the Charity Commissioners for England & Wales in relation to the conducting of an independent examination, referred to above. An independent examination includes a review of the accounting records kept by the Charity and of the accounting systems employed by the Charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as trustees concerning such matters. The purpose of the examination is to establish as far as possible that there have been no breaches of the Charities legislation and that the financial statements comply with the Statement of Recommended Practice issued by the Charity Commissioners for England & Wales (**effective April 2008**), on a test basis, of evidence relevant to the amounts and disclosures in the financial statements.

The procedures undertaken do not provide all the evidence that would be required in an audit, and information supplied by the trustees in the course of the examination is not subjected to audit tests or enquiries, and consequently I do not express an audit opinion on the view given by the financial statements, and in particular, I express no opinion as to whether the financial statements give a true and fair view of the affairs of the charity, and my report is limited to the matters set out in the statement below.

I planned and performed our examination so as to satisfy myself that the objectives of the independent examination are achieved and before finalising the report I obtain written assurances from the trustees of all material matters.

Accountants

The professional qualifications of the examiner are :-

Mr Mohamed Jibrill Elmi AFA MIPA

Tel: 0121 270 3966

Fax: 0121 247 5366

info@starlinkaccountants.co.uk

www.starlinkaccountants.co.uk

Starlink Accountants

26 Grange Road, Small Heath

Birmingham B10 9QN

The date upon which my opinion is expressed is :-

01 February 2021

Huda Community Association
Statement of Financial Activities
for the year ended 31 March 2021

	Funds	Funds	Funds	Total Funds
Notes	2021 £	2021 £	2021 £	2020 £
Incoming resources				
<i>Incoming resources from generated funds</i>				
Voluntary Income	15,942	-	15,942	25,541
Activities for generating funds	6,748	35,621	42,369	46,654
<i>Incoming resources from charitable activities</i>	12,642	-	12,642	11,706
<i>Other Incoming Resources</i>	-	15,254	15,254	-
Total incoming resources	35,332	50,875	86,207	83,901
 <i>Costs of generating funds</i>				
Costs of generating voluntary income	108	-	108	-
<i>Costs of charitable activities</i>	34,784	31,753	66,537	80,924
Total resources expended	34,892	31,753	66,645	80,924
 Net incoming resources				
before transfers between funds	440	19,122	19,562	2,977
Net incoming resources before				
Other recognised gains and losses	440	19,122	19,562	2,977
Other recognised gains and losses				
 Net movement in funds	440	19,122	19,562	2,977
 Reconciliation of funds				
 <i>Total funds brought forward</i>	350,554	-	350,554	347,577
Total Funds carried forward	350,994	19,122	370,116	350,554

The net movement in funds referred to above is the net incoming resources as defined in the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commission for England & Wales and is reconciled to the total funds as shown in the Balance Sheet on **page 10** as required by the said statement.

All activities derive from continuing operations

Huda Community Association
Statement of Financial Activities
for the year ended 31 March 2021

Income and Expenditure Account
for the year ended 31 March 2021

	2021	2020
	£	£
Turnover	70,953	83,901
Direct costs of turnover	66,645	80,924
Gross surplus	<u>4,308</u>	<u>2,977</u>
Operating surplus	<u>4,308</u>	<u>2,977</u>
Realised Gains on investments	<u>15,254</u>	<u>-</u>
Surplus on ordinary activities before tax	<u>19,562</u>	<u>2,977</u>
Surplus for the financial year	<u>19,562</u>	<u>2,977</u>
Gift Aid Payments	-	-
Retained surplus for the financial year	<u>19,562</u>	<u>2,977</u>
All activities derive from continuing operations		

Huda Community Association
Statement of Financial Activities
for the year ended 31 March 2021

Statement of Total Recognised Gains and Losses
for the year ended 31 March 2021

	2021	2020
Excess of Expenditure over income before realisation of assets	4,308	2,977
Realised Gains on investments	15,254	-
Profit per Profit and Loss account	19,562	2,977
Net Movement in funds before taxation	19,562	2,977

Movements in revenue and capital funds
for the year ended 31 March 2021

Revenue accumulated funds

	Unrestricted Funds	Restricted Funds	Total Funds	Last year Total Funds
	2021	2021	2021	2020
	£	£	£	£
Accumulated funds brought forward	-	-	-	-
Recognised gains and losses before transfers	440	19,122	19,562	2,977
	440	19,122	19,562	2,977
Closing revenue accumulated funds	440	19,122	19,562	2,977

Designated revenue funds

	Total Funds	Last year Total Funds
	2021	2020
	£	£
At 1 April	-	23,327
At 31 March	-	23,327

The purposes for which the designated funds have been established are described in the notes to the accounts

Fixed asset funds

	Designated Funds	Restricted Funds	Total Funds	Last year Total Funds
	2021	2021	2021	2020
	£	£	£	£
At 1 April	-	-	-	324,250
At 31 March	-	-	-	324,250

The purpose of the transfers between Revenue Reserves, Designated Funds and Fixed Asset Funds is described in the notes to the accounts.

Huda Community Association
Statement of Financial Activities
for the year ended 31 March 2021

	£	£	£	£	
Summary of funds	Designated Funds	Unrestricted Funds	Restricted Funds	Total Funds	Last Year Total Funds
	2021	2021	2021	2021	2020
Revenue accumulated funds	-	440	19,122	19,562	2,977
Revenue designated funds	-	-	-	-	23,327
Fixed asset funds	-	-	-	-	324,250
Total funds	-	440	19,122	19,562	350,554

The statement of changes in resources applied for fixed assets for Charity use is shown in the notes to the accounts

Huda Community Association
Balance Sheet
as at 31 March 2021

	Notes	2021 £	2020 £
The assets and liabilities of the charity :			
Tangible assets	8	281,080	281,080
Total fixed assets		281,080	281,080
Current assets			
Cash at bank and in hand		89,036	69,474
Net current assets		89,036	69,474
Total assets less current liabilities		370,116	350,554
Creditors:-			
amounts due after more than one year		-	
Net assets including pension asset / liability		370,116	350,554
The funds of the charity :			
Unrestricted income funds			
Net revenue funds		19,562	2,977
Unrestricted capital funds		30,227	27,250
Restricted revenue accumulated funds		320,327	320,327
Total unrestricted funds			350,554
Total charity funds		370,116	350,554

Mrs Hibo Gelle

Trustee

Approved by the trustees on 1 February 2021

Huda Community Association
Notes to the Accounts
for the year ended 31 March 2021

1 Accounting policies

Basis of preparation of the accounts

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (FRSSE), **effective January 2007**, and all other applicable accounting standards, as modified by the 2005 Revision of the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales, effective April 2005, adapted to meet the needs of unincorporated organisations. The accounts have been drawn up in accordance with the provisions of the Charities Acts, and include the results of the charity's operations which are described in the Trustees' Report, all of which are continuing.

Insofar as the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales, effective April 2005 requires compliance with specific Financial Reporting Standards other than the

Accounting convention

The financial statements are prepared on a going concern basis, under the historical cost convention

Incoming Resources

Incoming resources consist of donations and membership contributions, which are accounted for on a receivable basis

Fixed assets and depreciation

Fixed assets recorded however in the future, All tangible fixed assets, are stated at cost.

No depreciation has been provided at the following rates in order to write off the assets (less their estimated residual value) over their estimated useful economic lives, however, it will be as follows in the future.

Huda Community Association
Notes to the Accounts
for the year ended 31 March 2021

2 Winding up or dissolution of the charity

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

3 Surplus for the financial year **2021**
£

This is stated after crediting :-

Revenue Turnover from ordinary activities 70,953

and after charging:-

-

Funds belonging to the charity have been used for the charitable activities for the benefit of the charity the sum expended on such activities was as indicated in the above schedule.

4 Detailed analysis of certain transactions required by the 2005 revision to the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales (effective April 2005)

Various items which are required by the 2005 revision to the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales (effective April 2005) to be disclosed in the notes to the accounts are set out in the Detailed Schedule to the Statement of Financial Activities and which should be read together with these notes.

5 Staff Costs and Emoluments **2021**
£

Gross Salaries	33,050
Employer's National Insurance	-
Pension Contributions	-
	<hr/>
	33,050

Huda Community Association
Notes to the Accounts
for the year ended 31 March 2021

6 Analysis of the Net Movement in Funds	2021
	£
Net movement in funds from Statement of Financial Activities	4,308
Net resources applied on functional fixed assets	4,308
Realised gains on investments	15,254
Net investment in programme related investments	15,254
Net movement in funds available for future activities	39,124

The net resources applied on functional fixed assets and the net investment in programme related investments represents the cost of additions less proceeds of any disposals.

7 Particulars of Individual Funds and analysis of assets and liabilities representing funds

	funds	funds	funds
	£	£	£
Tangible Fixed Assets	281,080	-	-
Current Assets	89,036	-	-
	<u>370,116</u>	<u>339,889</u>	<u>-</u>
	740,232		
	£	£	£

Funds at	Movements	Transfers
2020	in	Between
	Funds	funds
	as below	
£	£	£
<u>350,554</u>	<u>(330,992)</u>	<u>-</u>

(350,554) 330,992 -

Analysis of movements in funds as shown in the table above

Incoming	Outgoing	Gains &
Resources	Resources	Losses
£	£	£
<u>86,207</u>	<u>66,645</u>	<u>-</u>
(86,207)	(66,645)	-

Huda Community Association
Schedule to the Statement of Financial Activities
for the year ended 31 March 2021

Status of this schedule to the Statement of Financial Activities

The schedules on the following pages are required by the disclosure requirements of the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales, effective April 2005.

As such, they form a part of the accounts required by the Charities (Accounts and Reports) Regulations 2008.

	Unrestricted Funds	Restricted Funds	Total Funds	Prior Period Total Funds
	2021	2021	2021	2020
	£	£	£	£
Incoming Resources				
Donations				
Grants, legacies and donations				
Other voluntary income				
Members' Contributions	2,850	-	2,850	9,919
Friday Collections	13,092	-	13,092	15,622
Total other voluntary income	15,942	-	15,942	25,541
Total Voluntary Income	15,942	-	15,942	25,541
Activities for generating funds				
Fundraising activities	6,748	-	6,748	17,752
Income from rental property	-	-	-	23,402
Europ Trust	-	-	-	2,000
Unique School	-	-	-	3,000
CATALST CO LTD	-	-	-	500
Building Project Donations	-	35,621	35,621	-
Total of activities for generating funds	6,748	35,621	42,369	46,654
Incoming resources from charitable activities				
Madaras & Tuision Classes	-	-	-	9,600
Camping Fee	-	-	-	2,106
Birmingham City Council	10,000	-	10,000	-
Ciyizens UK Charity	1,000	-	1,000	-
Other Income	1,642	-	1,642	-
charitable activities	12,642	-	12,642	11,706
Other Incoming Resources				
Furlough Income	-	15,254	15,254	-
	-	15,254	15,254	-
Total Incoming Resources	35,332	50,875	86,207	83,901
Costs of generating funds				
Costs of generating voluntary income				
Cost of fundraising activities	108	-	108	-
	108	-	108	-
Total costs of generating voluntary income	108	-	108	-
Charitable expenditure				
Gross wages and salaries - charitable activities	13,201	15,254	28,455	46,084
Salaries,pensions & NI recharged to other organisations	3,410	1,000	4,410	917
Conference & Meeting	-	-	-	348
Youth Activity	-	-	-	4,162
Covid-19 Essentials	185	-	185	-
	16,796	16,254	33,050	51,511
Employee costs:				
Training and welfare	-	-	-	670
Travel and subsistence	-	-	-	2,050
DBS Check	26	-	26	-
HMRC Payment	111	-	111	1,679
	137	-	137	4,399
Premises Costs				
Rates, water and service charges	1,275	-	1,275	1,700
Insurance	-	-	-	1,337

Huda Community Association
Schedule to the Statement of Financial Activities
for the year ended 31 March 2021

Status of this schedule to the Statement of Financial Activities

The schedules on the following pages are required by the disclosure requirements of the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales, effective April 2005.

As such, they form a part of the accounts required by the Charities (Accounts and Reports) Regulations 2008.

	Unrestricted Funds	Restricted Funds	Total Funds	Prior Period Total Funds
	2021	2021	2021	2020
	£	£	£	£
Light and heat	-	-	-	5,378
Waste collection	-	-	-	633
Maintenance & Repairing	6,627	-	6,627	1,050
Building Expenses	-	15,499	15,499	4,000
Council tax	607	-	607	1,025
	8,509	15,499	24,008	15,123
General administrative expenses:				
Telephone and fax	550	-	550	386
Stationery and printing	270	-	270	120
Information & publication	562	-	562	-
Cleaning	-	-	-	300
Equipment expenses	-	-	-	370
Ramadan Iftar	-	-	-	1,865
Petty cash expenses	668	-	668	700
Health and safety costs	5,140	-	5,140	-
Admin costs	-	-	-	1,859
Bank charges	2	-	2	60
Sundry expenses	120	-	120	-
	7,312	-	7,312	5,660
Professional fees in support of charitable activities				
Accountancy fees other than examiners/auditors	350	-	350	500
Consultancy fees	1,680	-	1,680	193
Subscription fees	-	-	-	665
	2,030	-	2,030	1,358
Other support costs				
Community Event & Refreshments	-	-	-	2,873
	-	-	-	2,873
Total Support costs	34,784	31,753	66,537	80,924
Total Expended on Charitable Activities	34,784	31,753	66,537	80,924

The basis for the allocation of costs as shown above is explained in the accounting policies and the notes to the accounts

