

MILTON KEYNES MUSLIM ASSOCIATION

England & Wales · Charity number 1121142

Details

Status Registered

Legal form Other

Registered 2007-10-11

Register [View on the Charity Commission register](#)

Contact

Address The Islamic Centre M K
Trubys Garden
Coffee Hall
Milton Keynes
MK6 5HA

Phone 01908231777

Email TREASURER@MKMUSLIMS.ORG

Website www.mkmuslims.org

Activities

Objects: A) TO ADVANCE THE MUSLIM RELIGION AND PROVIDE FACILITIES FOR RELIGIOUS WORSHIP AND CEREMONIES (A MUSLIM IS FOR THE PURPOSES OF THIS CHARITY AND THROUGHOUT THIS CONSTITUTION TO BE DEFINED AS A PERSON WHO BELIEVES THAT THERE IS NO GOD BY ALLAH AND THAT THE PROPHET MUHAMMAD (PEACE AND BLESSING BE UPON HIM) IS HIS LAST AND FINAL MESSENGER);B) TO ADVANCE EDUCATION OF PERSONS WHO FOLLOW THE MUSLIM RELIGION RESIDENT IN MILTON KEYNES;C) TO ADVANCE THE EDUCATION OF THE CITIZENS OF THE UNITED KINGDOM IN THE MUSLIM WAYS OF WORSHIP AND LIFE; ANDD) TO PROVIDE AND PROMOTE FACILITIES FOR PRAYER, RECREATION AND LEISURE-TIME OCCUPATION OF MEMBERS OF THE MUSLIM COMMUNITY IN THE INTERESTS OF SOCIAL WELFARE WITH THE OBJECT OF IMPROVING THE CONDITIONS OF LIFE FOR THE SAID MEMBERS.

Activities: Providing Religious and social welfare to the community.

Classification

- **How:** Provides Buildings/facilities/open Space, Other Charitable Activities
- **What:** General Charitable Purposes, Education/training, Religious Activities, Amateur Sport
- **Who:** Children/young People, Elderly/old People, The General Public/mankind

Geography

- **Area of benefit:** MILTON KEYNES, BUCKINGHAMSHIRE
- Buckinghamshire

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£382,095	£323,898	-	-
2023-12-31	£278,274	£203,502	-	-
2022-12-31	£186,817	£147,080	-	-
2021-12-31	£144,570	£103,744	-	-
2020-12-31	£161,905	£60,265	-	-

Trustees

Name	Role	Appointed
Abdul Matheen Labeeb		2016-02-22
Ahmed Mohamed Ahmed Al-jahwary		2025-10-28
Amer Abdullah		
MUDHIR SAID NOOR		
Mohamed Mossadek Mahmoud Ageli		2016-02-22
Morad Mahmoud Hikal		2016-02-22
Osman Masuo		2016-02-22
Saif Ali		2016-02-22

MILTON KEYNES MUSLIM ASSOCIATION

England & Wales - Charity number 1121142

Accounts

MILTON KEYNES MUSLIM ASSOCIATION

Annual Report and Accounts

For the year ended
31 December 2024

**Annual report and accounts
For the year ended 31 December 2024**

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Trustees' annual report For the year ended 31 December 2024

The Trustees present their annual report and accounts for the year ended 31 December 2024.

Objectives and activities

Aims and objectives

The aims and objectives of the MKMA are:

- a) to support Muslims living in the UK by providing access to facilities for religious worship;
- b) to promote educational opportunities for Muslims in religious and secular education;
- c) to promote facilities for leisure time, social and welfare events, to be run in an Islamic manner, with the object of improving quality of life and reducing inequalities within the community;
- d) to promote mutual understanding, harmony and social cohesion by engaging in just initiatives; by being proactive in promoting correct knowledge of Islam as a religion and Muslims as a diverse people; through the rightful treatment of all fellow citizens, regardless of their creed, gender or ethnicity.

Our Mission Statement

The MKMA will support Muslims living within Milton Keynes and the rest of the UK by promoting a sense of belonging to the communities in which we live and by encouraging better understanding of Islam and of Muslims across the UK.

Public benefits

The MKMA holds events, seminars, activities and classes which are open to all Muslims and non-Muslims. Invitations are regularly made to local non-Muslims to attend events with advertising being made by posters placed in prominent places, local media, via our Website, Facebook and App.

Usually, family days are held for Muslims and non-Muslims, including Family BBQs, open day café with food and drinks to fundraising.

The MKMA has teamed up with partners such as Islamic Relief, Families, Muslim Hands, UNICIF, MAP and one Umma to offer help in fundraising for a wide range of charitable needs and humanitarian disasters.

In addition, the MKMA is an alliance that brings together schools, local faith and community groups with widely divergent interests from the Milton Keynes area and forms to effect change in Milton Keynes for the betterment of the whole community.

As well as current benefits, the MKMA is continuously looking to increase future benefits with the Islamic Centre MK which will have both a benefit to the local Muslim population and the residents living close by, as well as to local schools, colleges and other community groups.

We believe that the breadth and accessibility of our activities and programmes will demonstrate without any doubt the public benefit that our work brings to the community.

In shaping our objectives for the year and our activities the MKMA have considered the Charity Commission's guidance on public benefit including the guidance 'public benefit: running a charity (PB2).

Activities

The MKMA is actively involved in all areas of local society and community affairs. Through its volunteers and paid staff, the MKMA runs a number of activities and projects within the Milton Keynes area. This has been reflected in the time taken to reopen the mosque and continue with activities; ensuring all guidelines are implemented and followed once opened.

Trustees' annual report (continued) For the year ended 31 December 2024

Objectives and activities (continued)

Activities (continued)

In previous years our weekly activities conducted include Jumu'ah prayers on Fridays, Madrassa (Qur'an and Arabic school for children) four times a week, adult Islamic classes, Sisters Quran Classes, Arabic Language classes, supplementary Mathematic classes, Taraweeh prayers during Ramadan and Iftar gatherings (fast-breaking meals during Ramadan). When larger premises are required, as is the case for Eid prayers and celebrations, larger establishments such as local sports centers are used. The Jumu'ah prayers were well attended by the local community members and those within the Milton Keynes area on the day. The Madrassa is attended by an average of 80 children for 6 hours a week. Iftar gatherings were held on every Saturday evening of Ramadan were attended by more than 300 people including members of the local community.

Outside of this, the MKMA engages in interfaith dialogue (via membership of MK Interfaith and MK Council of Faiths) and local community interaction MK and regular attendance at Neighbourhood Action Group meetings for Campbell Parish Council). The whole community benefits from this service which is wholly provided by volunteers and supported financially by local businesses and individuals.

Our ethos

Our ethos is based on three principles:

Spirituality: Everything we do is for the sake of Allah. We are always mindful of the laws of Allah, as prescribed in the Qur'an and in the Sunnah of the Prophet Muhammad (Peace Be Upon Him), as well as being mindful of the laws of the country in which we live. We endeavour to represent our religion in the best possible way at all times.

Knowledge: It is our duty to seek knowledge and to share this with others, for the sake of Allah. We aim to further our own knowledge of Islam and to further the awareness of Islam within the UK, by showing it as the beautiful *deen* which we know it to be.

Community: We are members of the community, who work for the community. We do not work for individual gain, but for the pleasure of Allah, and to benefit the communities to which we belong.

Achievements and performance

During the year the FCA intruded new guidance to all funeral providers, we conducted and was agreed by bereavement subcommittee that the best way to serve our community is to offer the service free of charge at the point of use and that grave cost would directly be passed onto the deceased family all members were informed and were giving the option to receive a refund or their contribution to be retained in the fund to be used for other funerals, some of the members requested t a refund which was paid back.

A public meeting was called on 22/01/2024 where the trustees explained the reasons and offered full return of contributions. Emails to all members were sent to same effect.

MKMA continued running of the Madrassah at the Islamic Centre, Monday to Thursday 5.30pm to 7.00pm.

The maintenance of the websites - www.mkmuslims.org and www.ramadanfm.com, provision of Eid prayers and Ramadan community Iftar gatherings took place as usual.

Trustees' annual report (continued) **For the year ended 31 December 2024**

Achievements and performance (continued)

In another year of the special Ramadan radio broadcast – Ramadan FM (RFM) which was implemented as digital service. MKMA engaged in outreach work with a mix of spiritual, factual and light entertainment programs. Through RFM MKMA strives to signpost local, national and international services or information to the community here in Milton Keynes as well as our listeners in towns and cities in the UK and abroad. The RFM project is delivered by volunteers continues to offer a unique platform for the young, youth and older members of the community to develop strong skills in planning, effective communication and time management.

Usually, HM Woodhill Prison in Milton Keynes and HM young offender institution make regular visits to the Centre as part of their staff training. Our centre Manger visited many primary and secondary schools to give talk on Islam.

MKMA is enormously grateful for all the time and resources that more than 100 people donated during the year especially in making it possible to restart activities after lockdown.

Financial review

The Trustees have a specific reserves policy, (see **Reserves**), that states the maximum or minimum reserves that should be held. Unrestricted funds reserves are maintained to cover operating costs and to ensure continuity of projects. Restricted funds have a specific purpose and are held in anticipation of expenditure in relation to that purpose.

The Statement of Financial Activities shows net incoming resources of £58,197 for the year ended 31 December 2024, (2023: £74,771). Of this total, £40,647, (2023: £8,970) is restricted in its use for the MKICC project, food bank, the Bereavement Fund and other designated restricted activities as they arise. The remaining amount of £17,549, (2023: £65,800), is unrestricted and the Trustees consider that it is appropriate to hold the current level of cumulative reserves to be able to continue the Association's operations.

During the year, the voluntary donations to the MKICC fund were £170,061 (2023: £183,173).

MKMA did not undertake any grant-making activity directly but was able to assist other charities in their relief of poverty and suffering. These collections were handed to UNICEF, MAP, one Community these funds are solely used for the relief of need and financial hardship of Muslims. This year MKMA did not collect Zakat-ul-Fitr or Zakat-ul Mal. The community were advised to donate directly to a charity of their choice.

Reserves

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the Trustees, at their discretion, have set aside resources for a specific purpose. The objective is to maintain free reserves equivalent to 3 months of projected core operational expenditure, providing a fund to manage unforeseen circumstances, income fluctuations, and planned strategic development.

The target level of at least £35,000.00 was determined following a review of the charity's financial risks and commitments.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the terms of a specific appeal or public collection of Zakat in accordance with the teachings of Islam.

The Trustees will annually review this policy and the actual level of reserves held to ensure it remains appropriate to the charity's needs.

Trustees' annual report (continued) For the year ended 31 December 2024

Plans for the future

Having established the Islamic Centre, future plans of the MKMA cover the furtherance of the provision of services to and catering to the needs of the local community through the use of the Centre as a place of worship, learning and socialising. The MKMA is strengthening links with other community groups in order to improve and extend the services provided to the local community

Structure, governance and management

Governing document

MKMA is governed by its Constitution and By-laws which were adopted on 28 February 2007 amended in June 2009 and amended again in February 2017; and is managed by its Trustees.

The structure of the MKMA comprises the Trustees and the Executive Committee. Throughout the year the Trustees have all been Executive Committee members and thus responsible for the governing of the MKMA. Other Executive Committee members hold the positions of Chairman, Secretary and Treasurer.

The Constitution and By-laws, as amended in February 2017 state that there shall be ten Trustees.

Appointment of Trustees

Additional persons may be appointed by the Trustees and Executive Committee, as deemed necessary in order to fulfil the aims and objectives of the MKMA. The duration of such appointments shall be determined by the Trustees and Executive Committee.

Organisation

The Board of Trustees often convenes meetings on short notice when required either face to face or by zoom.

The Trustees have the power to convene a Shura (Advisory) Council; a body comprised of members of the community that provide support, advice and ideas for the work and development of the MKMA.

The work of the MKMA is undertaken by volunteers and supported by paid staff. Volunteers, including the Trustees and Executive Committee, all work for the MKMA voluntarily in their spare time and are requested to submit a Disclosure and Barring Service (DBS) check when they envisage helping the MKMA over a period of time. Such checks, however, are not always feasible for one-off events unless there is statutory regulation requiring them.

A complaints procedure was formalised as part of the changes which were made to the 2009 Constitution.

Related parties and co-operation with other organisations

None of our trustees receive remuneration or other benefit from their work with the charity. Any connection between a trustee of the Charity with a contracting party must be disclosed to the full Board of Trustees in the same way as any other contractual relationship with a related party. In the current year no such related party transactions were reported.

The MKMA's main related party is MKMA Limited, a company that was incorporated to act as a contracting party of the Association.

Risk management

The Trustees have assessed the nature of the risks the Charity faces. The Trustees consider and review these risks on a regular basis. The Trustees are satisfied that systems are in place to manage the risks identified.

Trustees' annual report (continued) **For the year ended 31 December 2024**

Structure, governance and management (continued)

In particular, insurance cover is in place and the finances of the MKMA are kept under review. Appropriate DBS checks, supported by regularly reviewed policies, are made for all those who work with children within the activities of the MKMA.

Procedures and policies

The Trustees have put in place a number of controls over cash collections, banking, donations, approval of spending and expenses. They review these controls to ensure that they are effective and amend them when necessary to safeguard the assets of the charity.

Reporting

The Treasurer will endeavour to publish accounts regularly. Amounts collected at Jumu'ah prayers are announced at the following week's Jumu'ah prayers.

Cash collection

All donation collection boxes during events organised by the MKMA are placed in public view at all times. Once the collection is complete, it is counted by an authorised person in the presence of another committee member. A record is then kept of the amount collected, signed and dated by the counter and checker. For donations received, except those directly placed in collection boxes, a receipt is issued to the donor.

Banking

All donations are banked using the charity's bank account paying-in books on the same day, if possible.

Withdrawals

All cash withdrawals or payments made by cheque of up to £100 must be authorised by any two committee members and can be signed for by the same committee members. Any withdrawals of more than £100 must be authorised by more than two members and can be signed by any two committee members.

Expenses

Any expenses must be paid for using the MKMA cheque book. If members of the MKMA incur pre-authorised costs these are reimbursed using the cheque book on production of an expense claim form and till receipt or equivalent paperwork.

Other collections

Collections for zakat, sadaqah, and other donations and charitable causes are counted separately, and a receipt issued to the donor, where practicable.

Trustees' annual report (continued) For the year ended 31 December 2024

Reference and administrative details

Registered charity

The full name of the charity is Milton Keynes Muslim Association ("MKMA"). The charity was registered with the Charity Commission on 11 October 2007. The registration number is 1121142.

Registered Address

Islamic Centre, Trubys Garden, Coffee Hall, Milton Keynes MK6 5HA.

Property and services

MKMA Limited, a related party, was incorporated as a contracting party for the Association for the construction of the Islamic Centre and for the discharging of other obligations. Accordingly, MKMA Limited owns the Islamic Centre from which the Association undertakes its operations.

Our history

The Milton Keynes Muslim Association (the "MKMA") was created in February 2007, following on from the successful activities of the Milton Keynes Juma'a Society (the "MKJS").

On 11 October 2007 the MKMA was registered as a charity with the Charity Commission of England & Wales.

From the time of its inception, the envisaged role of the MKMA has been and continues to be charitable work. The MKMA fosters links between all members of society both Muslim and non-Muslim and engages both the youth and older members of Milton Keynes society physically and spiritually. The aims of the MKMA are wide enough to allow for plenty of growth whilst enabling scope for many ideas which are beneficial for the Muslim community of Milton Keynes.

Going Concern

In the year there was no uncertainty in relation to the charity being a going concern.

Trustees

The following people acted as Trustees during the year and at the date of approval of this annual report:

A Abdullah
M Noor
M Sheikh (Deceased on 18th March 2024)
M M Ageli
S Ali
T Gueddar
M Hikal
A Labeeb
O Masuo
A Suleman (Resigned 5th August 2024)

No trustee had any beneficial interest in the Association.

Trustees' annual report (continued) **For the year ended 31 December 2024**

Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The Law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of the resources of the charity during the year. In preparing the financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently
- observe the methods and principles in the Charities SORP
- make judgments and estimates that are reasonable and prudent
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any 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 operational existence.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the Charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Independent Examiner

The Trustees asked Salman Maqbool to undertake the independent examination of the annual accounts.

Signed on behalf of the Trustees on 31st October 2025.

A. Abdullah
Amer
Abdullah

M Hikal

Morad Hikal

Independent examiner's report to the Trustees of MKMA

I report to the Trustees on my examination of the accounts of Milton Keynes Muslim Association (MKMA) charity number: 1121142 for the year ended 31 December 2024, which are set out on pages 10 to 21.

Responsibilities and basis of report

As the Charity's trustees are responsible for the preparation of the accounts in accordance with the Charities Act 2011("the Act").

I report in respect of my examination of the Charity's accounts carried out under section 145 of the Charities 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 Charities Act, and

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. the accounting records were not kept in accordance with section 130 of the Charities Act; or
2. the accounts did not accord with the accounting records; or
3. the accounts did 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 order to enable a proper understanding of the accounts to be reached.

Salman Maqbool (FCA)
Adam Accounting Services Ltd
ICEAW
Milton Keynes
Dated: 31st October 2025

**Statement of financial activities – Charity No 1121142
For the year ended 31 December 2024**

	Note	Unrestricted funds £	Restricted funds £	Total funds 2024 £	Total funds 2023 £
Income resources					
Donations and legacies	3a	170,061	123,755	293,816	233,115
Charitable activities	3b	3,322	84,959	88,280	45,159
Other incoming resources		-	-	-	-
Total incoming resources		173,382	208,713	382,095	278,273
Resources expended					
Raising funds	4a	-4,006	0	-4,006	0
Charitable activities	4b	-85,697	-187,386	-273,083	- 165,433
Other	4c	-66,130	19,320	-46,810	- 38,070
Total resources expended		-155,833	-168,066	-323,898	-203,502
Net income/(expenditure) and net movement in funds for the year		17,549	40,647	58,197	74,771
Reconciliation of funds:					
Total funds b/f 01.01.2024	14	234,744	2,178,735	2,413,478	2,351,594
Reduction in Retained Earnings	3b			-	- 13,102
Total funds c/f 31.12.2024		252,293	2,219,382	2,471,675	2,413,263

The Statement of Financial Activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.

For further detail please refer to Accounting Policy 1(d) in regard to Fund Accounting, Note 14 in regards to Restricted Funds and Note 15 in regard to MKMA Ltd related party.

**Balance sheet – Charity No 1121142
As at 31 December 2024**

	Note	2024 £	2023 £
Current assets			
Fixed Assets	10	7,853	9,131
Debtors	11	2,097,201	2,076,974
Cash at bank and in hand	12	369,404	329,996
		2,474,459	2,416,101
Current liabilities			
Creditors: amounts falling due within one year	13	2,784	2,621
		2,471,675	2,413,263
		2,471,675	2,413,263
The funds of the charity:			
	14		
Unrestricted funds		252,293	235,178
Restricted funds		2,219,382	2,178,085
		2,471,675	2,413,263

The notes on pages 12 to 22 form part of these accounts.

Approved on behalf of all the Trustees on 31st October 2025 by:

A Abdullah

M Hikal

Notes to the accounts
For the year ended 31 December 2024

1. Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as summarised below. They have been applied consistently throughout the year and in the preceding year.

a) Basis of preparation and assessment of going concern

The financial statements have been prepared on the historic cost convention and in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The presentation currency of these financial statements is sterling and all amounts have been rounded to the nearest £1.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

b) Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the Trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 a restatement of comparative items was needed. No restatements were required. There was no difference in the previously reported net income under the previous GAAP and FRS 102.

c) Recognition of income

Income is included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the income;
- any performance conditions attached to the item(s) of income have been met;
- it is probable that the income will be received; and
- the monetary value can be measured with sufficient reliability.

d) Fund accounting

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the Trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the terms of a specific appeal.

Further details of each fund are disclosed in note 14 in regard to the Restricted Funds and Note 15 in regard to MKMA Ltd related party. In last year's accounts we had transferred funds from the MKICC Restricted Account to our General Unrestricted Account, please refer to Note 14 for details.

e) Matching income with related expenditure

Where income has related expenditure (as with fundraising or contract income) the income and related expenditure are reported gross in the SOFA, when practicable.

Notes to the accounts (continued)
For the year ended 31 December 2024

1. Accounting policies (continued)

f) Grants and donations

Grants and donations are only included in the SOFA when the general income recognition criteria are met (5.10 to 5.12 FRS102 SORP). Grants and donations are only included in the SOFA when the general income recognition criteria are met (5.10 to 5.12 FRS102 SORP).

g) Donated services

Identified donated services or facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. On receipt, donated services and facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

h) Tax reclaims on donations

Gift Aid reclaimable on donations to the charity is included in accordance with the income recognition policy.

i) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprise the costs of donation website support services and fundraising costs.
- Expenditure on charitable activities includes the costs of Madrassah, Ramadan FM radio project, community support services and collections for specified activities undertaken to further the purposes of the charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

j) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back-office costs, finance, personnel, payroll and governance costs which support the charity's programmes and activities. These costs have been allocated between cost of raising funds, expenditure on charitable activities and other expenditure. The bases on which support costs have been allocated are set out in note 4.

k) Gifts in kind

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

Gifts in kind for sale or distribution are included in the accounts as gifts only when sold or distributed by the charity.

Notes to the accounts (continued)
For the year ended 31 December 2024

1. Accounting policies (continued)

l) Volunteer help

The value of any voluntary help received is not included in the accounts but is described in the Trustees' annual report.

m) Investment income

Investment income, which comprises bank interest, is included in the accounts when receivable; this is normally on notification of the interest paid by the bank.

n) Fixed assets

All assets costing more than £500 are capitalised.
Depreciation on all equipment is charged on a straight line basis over 5 years.
Depreciation on all vehicles is charged on a reducing balance basis over 10 years.

o) Debtors

Amounts owed by related parties are recognised at the settlement amount due.
The debtor balance has not been amortised with interest rate as the effect of the amortisation has not been considered material and due to religious observation.

p) Cash at bank and in hand

Cash at bank and cash in hand includes cash.

q) Creditors and provisions

Creditors where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount after allowing for any discounts due.
The creditor balances have not been amortised with interest rate as the effect of the amortisation has not been considered material and due to religious observation.

r) Governance costs

Governance costs include costs of the preparation and examination of statutory accounts, the costs of trustee meetings and cost of any legal advice to Trustees on governance or constitutional matters.

s) Bad debt provision

A provision is made against debts that are judged to be doubtful.

2. Taxation

MKMA is a registered charity and accordingly is exempt from taxation on its income and gains where they are applied for charitable purposes.

Notes to the accounts (continued)
For the year ended 31 December 2024

3.

a. Analysis of incoming resources

a) Income from donations and legacies

	Unrestricted funds	Restricted funds	Total 2024	Total 2023
	£	£	£	£
Donations	151,881	-	151,881	180,523
Gift aid received	18,180	-	18,180	2,650
Masjid Extension Donations	-	1,000	1,000	500
Other Charity Donations	-	27,825	27,825	2,060
Zakat-ul Fitr/Mal	-	-	0	610
Palestine & Other Collections	-	89,539	89,539	24456
Islam for Deaf	-	5,391	5,391	4199
Medical Aid for Palestine	-	-	0	18117
	170,061	123,755	293,816	233,115

This year MKMA did not collect Zakat-ul-Fitr or Zakat-ul Mal. The community were advised to donate directly to a charity of their choice.

b) Income from charitable activities

	Unrestricted funds	Restricted funds	Total 2024	Total 2023
	£	£	£	£
Ramadan FM income	-	-	-	800
Madrassa fees	-	19,660	19,660	15,067
Bereavement fund	-	42,112	42,112	16,317
Other activities	3,322	5,478	8,800	8,781
Food Parcel/Bank Donations	-	5,247	5,247	4,409
Charitable activities and BBQ	-	12,461	12,461	-
	3,322	84,959	88,280	45,374

Notes to the accounts (continued)
For the year ended 31 December 2024

4. Analysis of expenditure

a) Raising funds

	Unrestricted funds	Restricted funds	Total 2024	Total 2023
	£	£	£	£
Donation Support Services	4,006	-	4,006	0
	<u>4,006</u>	<u>-</u>	<u>4,006</u>	<u>0</u>

These relate to charges for use of the card machines. Equivalent of the Bank Charges shown in 2023 for £60 has been re-classified as Donation Support Services

b) Charitable activities

	Unrestricted funds	Restricted funds	Total 2024	Total 2023
	£	£	£	£
Madrassah				
Payments to teachers	-	15,955	15,955	11,822
Madrassa Expenses	-	1,097	1,097	2873
Bank Charges	-	60	-	-
Stationery and books	-	-	-	100
	<u>0</u>	<u>17,112</u>	<u>17,052</u>	<u>14,795</u>
Ramadan FM radio project				
Equipment purchases and other	-	-	-	640
	<u>0</u>	<u>0</u>	<u>0</u>	<u>640</u>
Bereavement and funeral expenses	1,000	37,872	38,872	9,032
Community and educational events	445	9,911	10,356	6,923
Payroll costs (note 8)	79,892	-	79,892	85,242
	<u>81,337</u>	<u>47,783</u>	<u>129,120</u>	<u>101,197</u>

Notes to the accounts (continued)
For the year ended 31 December 2024

4. Analysis of expenditure (continued)

b) Charitable activities (continued)

	Unrestricted funds	Restricted funds	Total 2024	Total 2023
	£	£	£	£
Expenditure for specified activities:				
Food Parcels/Bank	-	6,532	6,532	2,029
Palestine & Other Collections	-	82,743	82,743	24,456
Islam for Deaf	-	5,391	5,391	4,199
Other Collections	4,360	27,825	32,185	18,117
	<u>4,360</u>	<u>122,491</u>	<u>126,851</u>	<u>48,801</u>
Total Expenditure on Charitable activities	<u>85,697</u>	<u>187,386</u>	<u>273,083</u>	<u>165,433</u>

c) Other

	Unrestricted funds	Restricted funds	Total 2024	Total 2023
	£	£	£	£
Public liability insurance	2,523	-	2,523	2,366
Utilities	26,615	-	26,615	25,886
Webhosting and communications	1,914	-	1,914	2,238
Accounting software and services	1,294	-350	944	820
Other costs	6,839	-	6,839	1,410
Building and grounds maintenance	22,222	-17,800	4,422	1,789
Legal & Professional	2077	-2077	-	408
Equipment Cost	76	-	76	329
General Exp/Subsistence	2,201	-	2,201	1,445
Depreciation Expense	370	907	1,277	1,378
	<u>66,130</u>	<u>-19,320</u>	<u>46,810</u>	<u>38,070</u>

The negative expenditure within the restricted reserve, reflects Donations that were used for MKMA Ltd, they are negative as they reduce the unrestricted expenditure for the charity. These were processed in the MKICC Restricted Fund and show in the related party accounts. Please see Note 15 for further details.

Notes to the accounts (continued)
For the year ended 31 December 2024

5. Governance costs

In the year, included within other expenditure are fees for the independent examination of these accounts of £350 (2023: £300). No other costs were incurred in the current or prior year relating to the governance of the MKMA.

6. Trustees and other related party transactions

No Trustees received any remuneration in respect of their responsibilities as Trustees.

7. Fees for examination or audit of the accounts

2024	2023
£	£
350	363

8. Staff costs

The MKMA did not employ any staff during the year (2023: none). In discharging its charitable duties and obligations MKMA received people services through the employees of MKMA Limited, a related party of MKMA. During the year the services of 5 individuals (2023: 5) were received by the MKMA. These individuals provided services in cleaning and caretaking: 3 individuals (2023: 3); clerical and administrative services: 2 individuals (2023: 2). The costs of these employees of MKMA Limited of £79,892 (2023: £85,242) were recharged to MKMA. These costs are disclosed in note 4b.

Payments were made to some teachers of the Madrassah during the year in recognition of the contribution they made amounting to £15,955 (2023: £11,822 No amounts were reimbursed specifically for travelling expenses (2023: £nil).

9. Donated services

MKMA receives free services from many members of the local community which are not recorded in the accounts on the grounds that it is not possible to value the services accurately. These services have not been paid for and are not material to the accounts of the charity. They include architectural, graphics, legal, accounting, religious leadership, consultancy, teaching, event organisation and catering services amongst others.

Notes to the accounts (continued)
For the year ended 31 December 2024

10.	Mosque Equipment £	Restricted Motor Vehicles £	Total Assets £
Cost			
As at 01.01.2024	1,850	10,800	12,650
Additions	-	-	-
Disposals	-	-	-
At 31.12.2024	1,850	10,800	12,650
Depreciation			
As at 01.01.2024	1,312	2,207	3,519
Depreciation for year	370	907	1,277
Disposals	-	-	-
At 31.12.2024	1,682	3,115	4,797
Net Book Value			
At 31.12.2024	168	7,685	7,853
At 31.12.2023	538	8,593	9,131

11. Debtors

	2024 £	2023 £
Amounts owed by related parties	2,097,201	2,076,974
	2,097,201	2,076,974

12. Cash at bank and in hand

	2024 £	2023 £
Cash at bank	369,404	329,996

Notes to the accounts (continued)
For the year ended 31 December 2024

<u>369,404</u>	<u>329,996</u>
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13. Creditors: amounts falling due within 1 year

	2024	2023
	£	£
Accruals	<u>2,784</u>	<u>2,621</u>
	<u>2,784</u>	<u>2,621</u>

14. Analysis of funds

Unrestricted funds

Unrestricted funds show the income and costs relating to the wide range of activities undertaken by MKMA. These are detailed in the Trustees' annual report and accounts.

The Madrassah, though not designated as a restricted fund, has its own bank account separate from that of the MKMA general funds and the MKICC restricted funds.

Restricted funds

Restricted funds are to be used only for the following specific purposes:

MKICC - donations have been received from members of the Muslim community in Milton Keynes and others. These donations in the past were restricted in their use for the purpose of settling costs of the MKICC which was mainly the land and buildings cost through the Related Party. In 2023 these costs were settled so any donations made by the community that were in the fund have now been transferred to Unrestricted Funds.

Collections made on behalf of other charities - collections were handed to a chosen Muslim humanitarian charity. These funds are solely used for the relief of need and financial hardship of Muslims.

Funds raised for the Bereavement Fund are used solely for the purpose of observance of last rights for members and their families.

Notes to the accounts (continued)
For the year ended 31 December 2024

14. Analysis of funds (continued)

	1 January 2024	Income	Expenditure	31 Dec 2024
	£	£	£	£
Unrestricted funds				
MKMA general fund	234,744	173,382	-155,833	252,293
Restricted funds				
MKICC	2,076,724		20,227	2,097,201
MKMA – Masjid Extension	500	1,000	-	1,500
Bereavement fund	77,078	42,112	-38,779	80,411
Madrassah	18,057	19,660	-17,112	20,605
Ramadan FM radio project	-	-	-	-
Palestine & Other Specified Restricted	-	135,216	-115,959	19,257
Food Bank & Iftar	6,125	10,725	-16,443	408
	<u>2,178,735</u>	<u>208,713</u>	<u>-168,066</u>	<u>2,219,382</u>
Total funds	<u>2,413,478</u>	<u>382,096</u>	<u>-323,899</u>	<u>2,471,675</u>

The MKMA – Restricted fund is for funds towards the potential extension of the Masjid, this is yet to be finalised but there has been contributions towards this.

Other restricted funds movements in the year were in respect of donations received Palestine, Islam for the Deaf appeals, Seekers of Knowledge, Al-Rawdah Mosque, Leicester Mosque and Baytul Ilm MK.

	1 January 2023	Income	Expenditure	31 Dec 2023
	£	£	£	£
Unrestricted funds				
MKMA general fund	169,378	184,915	-119,549	234,744
Restricted funds				
MKICC	2,076,724		250	2,076,974
MKMA – Masjid Extension	-	500	-	500
Bereavement fund	70,501	16,317	-9,740	77,078
Madrassah	17,434	15,067	-14,444	18,057
Ramadan FM radio project	-7,500	8,140	-640	-
Zakat-ul-Fitr	5,275	-	-5,275	-
Zakat-ul Mal & Other	6,680	60,889	-61,444	6,125
	<u>2,169,114</u>	<u>100,913</u>	<u>-91,293</u>	<u>2,178,734</u>
Total funds	<u>2,338,492</u>	<u>285,828</u>	<u>-210,842</u>	<u>2,413,478</u>

The MKMA – Restricted fund is for funds towards the potential extension of the Masjid, this is yet to be finalised but there has been a contribution towards this.

Notes to the accounts (continued)
For the year ended 31 December 2024

Other restricted funds movements in the year were in respect of donations received for Zakat-ul Mal, Iftar/Food Bank Donations, Earthquakes, Palestine, Islam for the Deaf appeals and Contributions to the Masjid Utility Bills.

15. Related party transactions

MKMA Limited

During the year the MKMA had transactions with MKMA Limited (the Company). The Company was incorporated and established as a contracting party for the MKMA for the construction of the MKICC and the furtherance of the charitable objectives of MKMA. The Company provided employee services to MKMA whilst MKMA collected rental income on behalf of the Company.

Donations from the public and the community were received by the MKMA, which then makes the funds available to the Company to settle the construction and other liabilities as they fell due. These were all settled in 2023. In 2024 Donations were used for MKMA Ltd for accounting fees, building extension and architecture fees under Legal and Professional fees on the Profit and Loss. This totalled £20,227 in 2024 (2023: £250).

The directors of the Company are appointed from and by the Trustees and Executive Committee of the Milton Keynes Muslim Association. As at 31 December 2024, the Association had made net payments to contractors and suppliers on behalf of the Company of £2,097,201 (2023: £2,076,724).

MILTON KEYNES MUSLIM ASSOCIATION

England & Wales - Charity number 1121142

Accounts

MILTON KEYNS MUSLIM ASSOCIATION

Annual Report and Accounts

For the year ended
31 December 2023

Registered charity number 1121142
England & Wales

Milton Keynes Muslim Association
Registered charity number 1121142

**Annual report and accounts
For the year ended 31 December 2023**

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Trustees' annual report For the year ended 31 December 2023

The Trustees present their annual report and accounts for the year ended 31 December 2023.

Objectives and activities

Aims and objectives

The aims and objectives of the MKMA are:

- a) to support Muslims living in the UK by providing access to facilities for religious worship.
- b) to promote educational opportunities for Muslims in religious and secular education.
- c) to promote facilities for leisure time, social and welfare events, to be run in an Islamic manner, with the object of improving quality of life and reducing inequalities within the community.
- d) to promote mutual understanding, harmony and social cohesion by engaging in just initiatives; by being proactive in promoting correct knowledge of Islam as a religion and Muslims as a diverse people; through the rightful treatment of all fellow citizens, regardless of their creed, gender or ethnicity.

Our Mission Statement

The MKMA will support Muslims living within Milton Keynes and the rest of the UK by promoting a sense of belonging to the communities in which we live and by encouraging better understanding of Islam and of Muslims across the UK.

Public benefits

The MKMA holds events, seminars, activities and classes which are open to all Muslims and non-Muslims. Invitations are regularly made to local non-Muslims to attend events with advertising being made by posters placed in prominent places, local media, via our Website, Facebook and App.

Usually, family days are held for Muslims and non-Muslims, including Family BBQs, open day café with food and drinks to fundraising.

The MKMA has teamed up with partners such as Islamic Relief, Families, Muslim Hands, UNICIF, MAP and one Umma to offer help in fundraising for a wide range of charitable needs and humanitarian disasters.

In addition, the MKMA is a founding member of Citizens: MK; Citizens: MK is an alliance that brings together schools, local faith and community groups with widely divergent interests from the Milton Keynes area and forms to effect change in Milton Keynes for the betterment of the whole community.

As well as current benefits, the MKMA is continuously looking to increase future benefits with the Islamic Centre MK which will have both a benefit to the local Muslim population and the residents living close by, as well as to local schools, colleges and other community groups.

We believe that the breadth and accessibility of our activities and programmes will demonstrate without any doubt the public benefit that our work brings to the community.

In shaping our objectives for the year and our activities the MKMA have considered the Charity Commission's guidance on public benefit including the guidance 'public benefit: running a charity (PB2).

Activities

The MKMA is actively involved in all areas of local society and community affairs. Through its volunteers and paid staff, the MKMA runs several activities and projects within the Milton Keynes area. This has been reflected in the time taken to reopen the mosque and continue with activities; ensuring all guidelines are implemented and followed once opened.

Trustees' annual report (continued) For the year ended 31 December 2023

Objectives and activities (continued)

Activities (continued)

In previous years our weekly activities conducted include Jumu'ah prayers on Fridays, Madrassa (Qur'an and Arabic school for children) four times a week, adult Islamic classes, Sisters Quran Classes, supplementary Mathematic classes, Taraweeh prayers during Ramadan and Iftar gatherings (fast-breaking meals during Ramadan). When larger premises are required, as is the case for Eid prayers and celebrations, larger establishments such as local sports centers are used. The Jumu'ah prayers were well attended by the local community members and those within the Milton Keynes area on the day. The Madrassa is attended by an average of 80 children for 6 hours a week. Iftar gatherings were held on every Saturday evening of Ramadan were attended by more than 200 people including members of the local community.

Outside of this, the MKMA engages in interfaith dialogue (via membership of MK Interfaith and MK Council of Faiths) and local community interaction (via membership of Citizens: MK and regular attendance at Neighbourhood Action Group meetings for Campbell Parish Council). The annual occurrence of Ramadan FM (RFM), the first Ramadan Radio station in Milton Keynes is a key achievement of the MKMA. The whole community benefits from this service which is wholly provided by volunteers and supported financially by local businesses and individuals.

Our ethos

Our ethos is based on three principles:

Spirituality: Everything we do is for the sake of Allah. We are always mindful of the laws of Allah, as prescribed in the Qur'an and in the Sunnah of the Prophet Muhammad (Peace Be Upon Him), as well as being mindful of the laws of the country in which we live. We endeavour to represent our religion in the best possible way at all times.

Knowledge: It is our duty to seek knowledge and to share this with others, for the sake of Allah. We aim to further our own knowledge of Islam and to further the awareness of Islam within the UK, by showing it as the beautiful *deen* which we know it to be.

Community: We are members of the community, who work for the community. We do not work for individual gain, but for the pleasure of Allah, and to benefit the communities to which we belong.

Achievements and performance

During the year the FCA intruded new guidance to all funeral providers, we conducted and was agreed by bereavement subcommittee that the best way to serve our community is to offer the service free of charge at the point of use and that grave cost would directly be passed onto the deceased family. All members were informed and were giving the option to receive a refund or their contribution to be retained in the fund to be used for other funerals, some of the members requested a refund which was paid back. A public meeting was called on 22/01/2023 where the trustees explained the reasons and offered full return of contributions. Emails to all members were sent to same effect.

MKMA continued running of the Madrassah at the Islamic Centre, Monday to Thursday 5.30pm to 7.00pm.

The maintenance of the websites - www.mkmuslims.org and www.ramadanfm.com, provision of Eid prayers and Ramadan community Iftar gatherings took place as usual.

Trustees' annual report (continued) For the year ended 31 December 2023

Achievements and performance (continued)

In another year of the special Ramadan radio broadcast – Ramadan FM (RFM) which was implemented as digital service. MKMA engaged in outreach work with a mix of spiritual, factual and light entertainment programs. Through RFM MKMA strives to signpost local, national and international services or information to the community here in Milton Keynes as well as our listeners in towns and cities in the UK and abroad. The RFM project is delivered by volunteers continues to offer a unique platform for the young, youth and older members of the community to develop strong skills in planning, effective communication and time management.

Usually, HM Woodhill Prison in Milton Keynes and HM young offender institution make regular visits to the Centre as part of their staff training. Our centre Manger visited many primary and secondary schools to give talk on Islam.

MKMA is enormously grateful for all the time and resources that more than 100 people donated during the year especially in making it possible to restart activities after lockdown.

Financial review

The Trustees do not have a specific reserves policy that states the maximum or minimum reserves that should be held. Unrestricted funds reserves are maintained to cover operating costs and to ensure continuity of projects. Restricted funds have a specific purpose and are held in anticipation of expenditure in relation to that purpose.

The Statement of Financial Activities shows net incoming resources of £74,771 for the year ended 31 December 2023 (2022: £39,987). Of this total, £11,228 (2022: £16,620) is restricted in its use for the MKICC project, food bank, the Bereavement Fund and other designated restricted activities as they arise. The remaining amount of £63,543 (2022: £23,366) is unrestricted and the Trustees consider that it is appropriate to hold the current level of cumulative reserves to be able to continue the Association's operations.

During the year, the voluntary donations to the MKICC fund were £185,733 (2022: £147,850).

MKMA did not undertake any grant-making activity directly but was able to assist other charities in their relief of poverty and suffering. These collections were handed to UNICEF, MAP, one Community these funds are solely used for the relief of need and financial hardship of Muslims. The total collected was £0 (2022: £2,754). – This year MKMA did not collect Zakat-ul-Fitr. The community were advised to donate directly to a charity of their choice.

Reserves

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the Trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the terms of a specific appeal or public collection of Zakat in accordance with the teachings of Islam.

Plans for the future

Having established the Islamic Centre, future plans of the MKMA cover the furtherance of the provision of services to and catering to the needs of the local community through the use of the Centre as a place of worship, learning and socialising. The MKMA is strengthening links with other community groups in order to improve and extend the services provided to the local community

Trustees' annual report (continued) For the year ended 31 December 2023

Structure, governance and management

Governing document

MKMA is governed by its Constitution and By-laws which were adopted on 28 February 2007 amended in June 2009 and amended again in February 2017; and is managed by its Trustees.

The structure of the MKMA comprises the Trustees and the Executive Committee. Throughout the year the Trustees have all been Executive Committee members and thus responsible for the governing of the MKMA. Other Executive Committee members hold the positions of Chairman, Secretary and Treasurer.

The Constitution and By-laws, as amended in February 2017 state that there shall be ten Trustees.

Appointment of Trustees

Additional persons may be appointed by the Trustees and Executive Committee, as deemed necessary in order to fulfil the aims and objectives of the MKMA. The duration of such appointments shall be determined by the Trustees and Executive Committee.

Organisation

The Board of Trustees often convenes meetings on short notice when required either face to face or by zoom

The Trustees have the power to convene a Shura (Advisory) Council; a body comprised of members of the community that provide support, advice and ideas for the work and development of the MKMA.

The work of the MKMA is undertaken by volunteers and supported by paid staff. Volunteers, including the Trustees and Executive Committee, all work for the MKMA voluntarily in their spare time and are requested to submit a Disclosure and Barring Service (DBS) check when they envisage helping the MKMA over a period of time. Such checks, however, are not always feasible for one-off events unless there is statutory regulation requiring them.

A complaints procedure was formalised as part of the changes which were made to the 2009 Constitution.

Related parties and co-operation with other organisations

None of our trustees receive remuneration or other benefit from their work with the charity. Any connection between a trustee of the Charity with a contracting party must be disclosed to the full Board of Trustees in the same way as any other contractual relationship with a related party. In the current year no such related party transactions were reported.

The MKMA's main related party is MKMA Limited, a company that was incorporated to act as a contracting party of the Association.

Risk management

The Trustees have assessed the nature of the risks the Charity faces. The Trustees consider and review these risks on a regular basis. The Trustees are satisfied that systems are in place to manage the risks identified.

Insurance cover is in place and the finances of the MKMA are kept under review. Appropriate DBS checks, supported by regularly reviewed policies, are made for all those who work with children within the activities of the MKMA.

Trustees' annual report (continued) For the year ended 31 December 2023

Structure, governance and management (continued)

Procedures and policies

The Trustees have put in place several controls over cash collections, banking, donations, approval of spending and expenses. They review these controls to ensure that they are effective and amend them when necessary to safeguard the assets of the charity.

Reporting

The Treasurer will endeavour to publish accounts regularly. Amounts collected at Jumu'ah prayers are announced at the following week's Jumu'ah prayers.

Cash collection

All donation collection boxes during events organised by the MKMA are placed in public view at all times. Once the collection is complete, it is counted by an authorised person in the presence of another committee member. A record is then kept of the amount collected, signed and dated by the counter and checker. For donations received, except those directly placed in collection boxes, a receipt is issued to the donor.

Banking

All donations are banked using the charity's bank account paying-in books on the same day, if possible.

Withdrawals

All cash withdrawals or payments made by cheque of up to £100 must be authorised by any two committee members and can be signed for by the same committee members. Any withdrawals of more than £100 must be authorised by more than two members and can be signed by any two committee members.

Expenses

Any expenses must be paid for using the MKMA cheque book. If members of the MKMA incur pre-authorised costs these are reimbursed using the cheque book on production of an expense claim form and till receipt or equivalent paperwork.

Other collections

Collections for zakat, sadaqah, and other donations and charitable causes are counted separately, and a receipt issued to the donor, where practicable.

**Trustees' annual report (continued)
For the year ended 31 December 2023**

Reference and administrative details

Registered charity

The full name of the charity is Milton Keynes Muslim Association ("MKMA"). The charity was registered with the Charity Commission on 11 October 2007. The registration number is 1121142.

Registered Address

Islamic Centre, Trubys Garden, Coffee Hall, Milton Keynes MK6 5HA.

Property and services

MKMA Limited, a related party, was incorporated as a contracting party for the Association for the construction of the Islamic Centre and for the discharging of other obligations. Accordingly, MKMA Limited owns the Islamic Centre from which the Association undertakes its operations.

Our history

The Milton Keynes Muslim Association (the "MKMA") was created in February 2007, following on from the successful activities of the Milton Keynes Juma'a Society (the "MKJS").

On 11 October 2007 the MKMA was registered as a charity with the Charity Commission of England & Wales.

From the time of its inception, the envisaged role of the MKMA has been and continues to be charitable work. The MKMA fosters links between all members of society both Muslim and non-Muslim and engages both the youth and older members of Milton Keynes society physically and spiritually. The aims of the MKMA are wide enough to allow for plenty of growth whilst enabling scope for many ideas which are beneficial for the Muslim community of Milton Keynes.

Going Concern

In the year there was no uncertainty in relation to the charity being a going concern.

Trustees

The following people acted as Trustees during the year and at the date of approval of this annual report:

A Abdullah
M Noor
M Sheikh
M M Ageli
S Ali
T Gueddar
M Hikal
A Labeeb
O Masuo
A Suleman (Resigned 5th August 2023)

No trustee had any beneficial interest in the Association.

**Trustees' annual report (continued)
For the year ended 31 December 2023**

Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The Law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of the resources of the charity during the year. In preparing the financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently.
- observe the methods and principles in the Charities SORP.
- make judgments and estimates that are reasonable and prudent.
- 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
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operational existence.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the Charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Independent Examiner

The Trustees asked Salman Maqbool from Adam Accounting Services Ltd to undertake the independent examination of the annual accounts.

Signed on behalf of the Trustees on 6th January 2025.

Commented [SM1]: Please sign

A. Abdullah

M Hikal

Amet Abdullah

Morad Hikal

Independent examiner's report to the Trustees of MKMA

I report to the Trustees on my examination of the accounts of Milton Keynes Muslim Association (MKMA) charity number: 1121142 for the year ended 31 December 2023, which are set out on pages 10 to 21.

Responsibilities and basis of report

As the Charity's trustees are responsible for the preparation of the accounts in accordance with the Charities Act 2011("the Act").

I report in respect of my examination of the Charity's accounts carried out under section 145 of the Charities 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 Charities Act, and

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. the accounting records were not kept in accordance with section 130 of the Charities Act; or
2. the accounts did not accord with the accounting records; or
3. the accounts did 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 order to enable a proper understanding of the accounts to be reached.



Salman Maqbool (FCA)

Adam Accounting Services Ltd
ICEAW
Milton Keynes
Dated: 6th January 2025

**Statement of financial activities – Charity No 1121142
For the year ended 31 December 2023**

	Note	Unrestricted funds £	Restricted funds £	Total funds 2023 £	Total funds 2022 £
Income resources					
Donations and legacies	3a	183,173	49,942	233,115	147,850
Charitable activities	3b	1,743	43,416	45,159	38,967
Other incoming resources		-	-	-	-
Total incoming resources		184,916	93,358	278,273	186,817
Resources expended					
Raising funds	4a	0	0	0	0
Charitable activities	4b	-85,242	-80,191	-165,443	-109,886
Other	4c	-33,872	-4,198	-38,070	-36,944
Total resources expended		-119,114	-84,389	-203,502	-146,830
Net income/(expenditure) and net movement in funds for the year		65,800	8,970	74,771	39,987
Reconciliation of funds:					
Total funds b/f 01.01.2023	14	169,379	2,182,215	2,351,594	2,311,607
Reduction in Retained Earnings	3b	-	-13,102	-13,102	-
Total funds c/f 31.12.2023		232,921	2,180,341	2,413,263	2,351,594

The Statement of Financial Activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.

In this year's accounts we have backdated Related Party Accountancy costs of £250.00 in 2022, where they were not recharged to the related party 'MKMA Ltd'. Please see Note 11 for additional details in regards to this and any lines written in red that highlight lines affected by the change.

For further detail please refer to Accounting Policy 1(d) in regard to Fund Accounting, Note 14 in regards to Restricted Funds and Note 15 in regard to MKMA Ltd related party.

**Balance sheet – Charity No 1121142
As at 31 December 2023**

	Note	2023 £	Restated 2022 £
Current assets			
Fixed Assets	10	9,131	10,509
Debtors	11	2,076,974	2,076,724
Cash at bank and in hand	12	329,996	264,577
		2,416,101	2,351,810
Current liabilities			
Creditors: amounts falling due within one year	13	2,838	216
		2,413,263	2,351,594
		2,413,263	2,351,594
The funds of the charity:			
	14		
Unrestricted funds		235,178	169,379
Restricted funds		2,178,085	2,182,215
		2,413,263	2,351,594

The notes on pages 12 to 21 form part of these accounts.

Approved on behalf of all the Trustees on 6th January 2025 by:

A Abdullah

M Hikal

Amet Abdullah

Morad Hikal

Notes to the accounts
For the year ended 31 December 2023

1. Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as summarised below. They have been applied consistently throughout the year and in the preceding year.

a) Basis of preparation and assessment of going concern

The financial statements have been prepared on the historic cost convention and in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The presentation currency of these financial statements is sterling, and all amounts have been rounded to the nearest £1.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

b) Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the Trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 a restatement of comparative items was needed. No restatements were required. There was no difference in the previously reported net income under the previous GAAP and FRS 102.

c) Recognition of income

Income is included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the income;
- any performance conditions attached to the item(s) of income have been met;
- it is probable that the income will be received; and
- the monetary value can be measured with sufficient reliability.

d) Fund accounting

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the Trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the terms of a specific appeal or public collection of Zakat in accordance with the teachings of Islam.

Further details of each fund are disclosed in note 14. In this year's accounts we have transferred funds from the MKICC Restricted Account to our General Unrestricted Account. For further detail please refer to Note 14 in regard to the Restricted Funds and Note 15 in regard to MKMA Ltd related party.

e) Matching income with related expenditure

Where income has related expenditure (as with fundraising or contract income) the income and related expenditure are reported gross in the SOFA, when practicable.

Notes to the accounts (continued)
For the year ended 31 December 2023

1. Accounting policies (continued)

f) Grants and donations

Grants and donations are only included in the SOFA when the general income recognition criteria are met (5.10 to 5.12 FRS102 SORP). Grants and donations are only included in the SOFA when the general income recognition criteria are met (5.10 to 5.12 FRS102 SORP).

g) Donated services

Identified donated services or facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. On receipt, donated services and facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

h) Tax reclaims on donations

Gift Aid reclaimable on donations to the charity is included in accordance with the income recognition policy.

i) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprise the costs of donation website support services and fundraising costs.
- Expenditure on charitable activities includes the costs of Madrassah, Ramadan FM radio project, community support services and collections for specified activities undertaken to further the purposes of the charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

j) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the charity's programmes and activities. These costs have been allocated between cost of raising funds, expenditure on charitable activities and other expenditure. The bases on which support costs have been allocated are set out in note 4.

k) Gifts in kind

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

Gifts in kind for sale or distribution are included in the accounts as gifts only when sold or distributed by the charity.

Notes to the accounts (continued)
For the year ended 31 December 2023

1. Accounting policies (continued)

l) Volunteer help

The value of any voluntary help received is not included in the accounts but is described in the Trustees' annual report.

m) Investment income

Investment income, which comprises bank interest, is included in the accounts when receivable; this is normally on notification of the interest paid by the bank.

n) Fixed assets

All assets costing more than £500 are capitalised.
Depreciation on all equipment is charged on a straight line basis over 5 years.
Depreciation on all vehicles is charged on a straight line basis over 10 years.

o) Debtors

Amounts owed by related parties are recognised at the settlement amount due.
The debtor balance has not been amortised with interest rate as the effect of the amortisation has not been considered material and due to religious observation.

p) Cash at bank and in hand

Cash at bank and cash in hand includes cash.

q) Creditors and provisions

Creditors where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount after allowing for any discounts due.
The creditor balances have not been amortised with interest rate as the effect of the amortisation has not been considered material and due to religious observation.

r) Governance costs

Governance costs include costs of the preparation and examination of statutory accounts, the costs of trustee meetings and cost of any legal advice to Trustees on governance or constitutional matters.

s) Bad debt provision

A provision is made against debts that are judged to be doubtful.

2. Taxation

MKMA is a registered charity and accordingly is exempt from taxation on its income and gains where they are applied for charitable purposes.

Notes to the accounts (continued)
For the year ended 31 December 2023

3. Analysis of incoming resources

a) Income from donations and legacies

	Unrestricted funds	Restricted funds	Total 2023	Total 2022
	£	£	£	£
Donations	180,523	-	180,523	144,033
Gift aid received *	2650	-	2,650	-
Restricted Contributions	-	2,560	2,560	3,092
Zakat-ul Mal & Sadaqa	-	610	610	725
Turkey/Syria/Morocco/Libya Earthquakes	-	24,456	24,456	-
Islam for Deaf	-	4,199	4,199	-
Medical Aid for Palestine	-	18,117	18,117	-
	185,733	49,942	233,115	147,850

* Expected in 2024 accounts is an amount for £4,728.00 in relation to 2022 HMRC Gift aid claim.

The exact amount is not known and as a result we cannot be virtually certain of amount due to the charity.
As such a descriptive note is included here for reference.

b) Income from charitable activities

	Unrestricted funds	Restricted funds	Total 2023	Total 2022
	£	£	£	£
Ramadan FM income	-	800	800	500
Madrassa fees	-	15,067	15,067	13,937
Bereavement fund	-	16,317	16,317	15,429
Other activities	1,743	7,038	8,781	5,603
Food Parcel/Bank Donations	-	4,409	4,409	3,298
Nikkah	-	-	0	200
	1,743	43,631	45,374	38,967

In 2023 Bereavement Membership Fees relating to prior years were refunded to members amounting to a total of £13,102, (this can be seen on Page 10, Reconciliation of funds). As these refunds do not reflect income for 2023 they have been taken against retained earnings within the bereavement fund. The figure of £16,317 within the fund above is income received in 2023 within this fund.

Notes to the accounts (continued)
For the year ended 31 December 2023

4. Analysis of expenditure

a) Charitable activities

	Unrestricted funds £	Restricted funds £	Total 2023 £	Total 2022 £
Madrassah				
Payments to teachers	-	11,822	11,822	7,988
Stationery and books	-	100	100	993
Madrassa - Other	-	2,873	2,873	-
	0	14,795	14,795	8,981
Ramadan FM radio project				
Ofcom licences	-	0	0	2,240
Broadcasting equipment hire	-	0	0	1,800
Equipment purchases and other	-	640	640	-
	0	640	640	4,040
Bereavement and funeral expenses	-	9,032	9,032	2,106
Community and educational events	-	6,923	6,923	3,650
Payroll costs (note 8)	85,242	-	85,242	85,355
	85,242	15,955	101,197	91,111

Notes to the accounts (continued)
For the year ended 31 December 2023

4. Analysis of expenditure (continued)

b) Charitable activities (continued)

	Unrestricted funds	Restricted funds	Total 2023	Total 2022
	£	£	£	£
Expenditure for specified activities:				
Zakat-ul-Fitr	-	-	-	2,754
Food Parcels/Bank	-	2,029	2,029	3000
Turkey/Syria/Morocco/Libya Earthquakes	-	24,456	24,456	-
Islam for Deaf	-	4,199	4,199	-
Medical Aid for Palestine	-	18,117	18,117	-
	<u>-</u>	<u>48,801</u>	<u>48,801</u>	<u>5,754</u>
Total Expenditure on Charitable activities	85,242	80,191	165,433	109,886

c) Other

	Unrestricted funds	Restricted funds	Total 2023	Total 2022
	£	£	£	£
Public liability insurance	2,366	-	2,366	1,992
Utilities	23,826	2,060	25,886	29,171
Webhosting and communications	2,238	-	2,238	1,574
Accounting software and services	1,070	-250	820	500
Other costs	1,410	-	1,410	121
Building and grounds maintenance	1,789	-	1,789	1,223
Legal & Professional	408	-	408	440
Equipment Cost	329	-	329	-
General Exp/Subsistence	1,445	-	1,445	516
Depreciation Expense	370	1,008	1,378	1407
Fund Transfer*	-944	944	-	-
	<u>34,307</u>	<u>3,762</u>	<u>38,070</u>	<u>36,944</u>

* Fund Transfer are funds that were moved between Restricted and Unrestricted Funds. The amount shown above is made up of £7,340 which was moved from Unrestricted funds to RFM Restricted Fund as there was a shortfall in the income made over the years that did not cover the costs for Radio FM. £8,935 was moved from Zakat Restricted Funds to Unrestricted funds, as in the note in 'Financial review', the community were advised that Zakat is not being collected as such these funds have been reconciled and funds held have been moved to unrestricted general funds. The remaining difference is Fund transfers to bank transfers that occurred in previous years but did not get allocated to the relevant fund.

Notes to the accounts (continued)
For the year ended 31 December 2023

5. Governance costs

In the year, included within other expenditure are fees for the independent examination of these accounts of £300 (2022: £250). No other costs were incurred in the current or prior year relating to the governance of the MKMA.

6. Trustees and other related party transactions

No Trustees received any remuneration in respect of their responsibilities as Trustees.

7. Fees for examination or audit of the accounts

2023	2022
£	£
363	363

8. Staff costs

The MKMA did not employ any staff during the year (2023: none). In discharging its charitable duties and obligations MKMA received people services through the employees of MKMA Limited, a related party of MKMA. During the year the services of 5 individuals (2023: 5) were received by the MKMA. These individuals provided services in cleaning and caretaking: 3 individuals (2023: 3); clerical and administrative services: 2 individuals (2023: 2). The costs of these employees of MKMA Limited of £85,242 (2022: £85,355) were recharged to MKMA. These costs are disclosed in note 4b.

Payments were made to some teachers of the Madrassah during the year in recognition of the contribution they made amounting to £11,822 (2022: £7,988). No amounts were reimbursed specifically for travelling expenses (2023: £nil).

9. Donated services

MKMA receives free services from many members of the local community which are not recorded in the accounts on the grounds that it is not possible to value the services accurately. These services have not been paid for and are not material to the accounts of the charity. They include architectural, graphics, legal, accounting, religious leadership, consultancy, teaching, event organisation and catering services amongst others.

Notes to the accounts (continued)
For the year ended 31 December 2023

10.	Mosque Equipment £	Restricted Motor Vehicles £	Total Assets £
Cost			
As at 01.01.2023	1,850	10,800	12,650
Additions	-	-	-
Disposals	-	-	-
At 31.12.2023	<u>1,850</u>	<u>10,800</u>	<u>12,650</u>
Depreciation			
As at 01.01.2023	942	1,199	2,141
Depreciation for year	370	1,008	1,378
Disposals	-	-	-
At 31.12.2023	<u>1312</u>	<u>2207</u>	<u>3,519</u>
Net Book Value			
At 31.12.2023	<u>538</u>	<u>8,593</u>	<u>9,131</u>
At 31.12.2022	<u>908</u>	<u>9,601</u>	<u>10,509</u>

11. Debtors

	2023 £	2022 £
Amounts owed by related parties	<u>2,076,974</u>	<u>2,076,724</u>
	2,076,974	2,076,724

Please note: The 2022 balance was £2,076,474 this has changed to the amount shown above. £250.00 was originally within the 2022 accounts for accounting services which related to related party 'MKMA Ltd' accounting services. This has been corrected for the year 2022 which means the accounting charges have reduced by £250.00 and the related party amounts have increased by this amount.

12. Cash at bank and in hand

	2023 £	2022 £
Cash in hand	-	540
Cash at bank	329,996	264,037
	<u>329,996</u>	<u>264,577</u>

Notes to the accounts (continued)
For the year ended 31 December 2023

13. Creditors: amounts falling due within 1 year

	2023	2022
	£	£
Accruals	2,621	-
Other Creditors	-	216
	<u>2,621</u>	<u>216</u>

14. Analysis of funds

Unrestricted funds

Unrestricted funds show the income and costs relating to the wide range of activities undertaken by MKMA. These are detailed in the Trustees' annual report and accounts.

The Madrassah, though not designated as a restricted fund, has its own bank account separate from that of the MKMA general funds and the MKICC restricted funds.

Restricted funds

Restricted funds are to be used only for the following specific purposes:

MKICC - donations have been received from members of the Muslim community in Milton Keynes and others. These donations in the past were restricted in their use for the purpose of settling costs of the MKICC which was mainly the land and buildings cost through the Related Party. In 2022 these costs were settled so any donations made by the community that were in the fund have now been transferred to Unrestricted Funds.

Collections made on behalf of other charities - collections were handed to a chosen Muslim humanitarian charity. These funds are solely used for the relief of need and financial hardship of Muslims.

Funds raised for the Bereavement Fund are used solely for the purpose of observance of last rights for members and their families.

Notes to the accounts (continued)
For the year ended 31 December 2023

14. Analysis of funds (continued)

	1 January 2023 £	Income £	Expenditure £	31 Dec 2023 £
Unrestricted funds				
MKMA general fund	169,378	184,915	-119,549	234,744
Restricted funds				
MKICC	2,076,724		250	2,076,974
MKMA – Masjid Extension	-	500	-	500
Bereavement fund	70,501	16,317	-9,740	77,078
Madrassah	17,434	15,067	-14,444	18,057
Ramadan FM radio project	-7,500	8,140	-640	-
Zakat-ul-Fitr	5,275	-	-5,275	-
Zakat-ul Mal & Other	6,680	60,889	-61,444	6,125
	<u>2,169,114</u>	<u>100,913</u>	<u>-91,293</u>	<u>2,178,734</u>
Total funds	<u>2,338,492</u>	<u>285,828</u>	<u>-210,842</u>	<u>2,413,478</u>

The MKMA – Restricted fund is for funds towards the potential extension of the Masjid, this is yet to be finalised but there has been a contribution towards this.

Other restricted funds movements in the year were in respect of donations received for Zakat-ul Mal, Iftar/Food Bank Donations, Earthquakes, Palestine, Islam for the Deaf appeals and Contributions to the Masjid Utility Bills.

	1 January 2022 £	Income £	Expenditure £	31 Dec 2022 £
Unrestricted funds				
MKMA general fund	146,262	144,233	-121,116	169,378
Restricted funds				
MKICC	2,076,474	-	250*	2,076,724
Bereavement fund	71,317	15,429	-3,143	70,501*
Madrassah	12,874	13,937	-9,378	17,434
Ramadan FM radio project	-3,960	500	-4,040	-7,500
Zakat-ul-Fitr	4,937	3,092	-2,754	5,275
Zakat-ul Mal & Other	3,704	9,626	-6,650	6,680
	<u>2,165,345</u>	<u>42,585</u>	<u>-25,715</u>	<u>2,182,216</u>
Total funds	<u>2,311,607</u>	<u>186,818</u>	<u>-146,831</u>	<u>2,351,594</u>

*There is a difference regarding £250 income in expenditure as the expense was related to MKMA Ltd expenditure for 2022 accounts. There is also a difference in the bereavement fund carried forward which has been reduced by £13,102 reduced from Retained Earnings for refunds made to members for payments made by them in previous years, please see Note 3b.

Notes to the accounts (continued)
For the year ended 31 December 2023

15. Related party transactions

MKMA Limited

During the year the MKMA had transactions with MKMA Limited (the Company). The Company was incorporated and established as a contracting party for the MKMA for the construction of the MKICC and the furtherance of the charitable objectives of MKMA. The Company provided employee services to MKMA whilst MKMA collected rental income on behalf of the Company.

Donations from the public and the community were received by the MKMA, which then makes the funds available to the Company to settle the construction and other liabilities as they fell due. These were all settled in 2022.

The directors of the Company are appointed from and by the Trustees and Executive Committee of the Milton Keynes Muslim Association. As at 31 December 2023, the Association had made net payments to contractors and suppliers on behalf of the Company of £2,076,974 (2022: £2,076,724).

Madrassah

During the year Z Saleem, the spouse of one of the Trustees, received £nil (2023: £nil) for teaching services provided to Madrassah pupils.

MILTON KEYNES MUSLIM ASSOCIATION

England & Wales - Charity number 1121142

Accounts

MILTON KEYNES MUSLIM ASSOCIATION

Annual Report and Accounts

For the year ended
31 December 2022

**Annual report and accounts
For the year ended 31 December 2022**

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Trustees' annual report For the year ended 31 December 2022

The Trustees present their annual report and accounts for the year ended 31 December 2022.

Objectives and activities

Aims and objectives

The aims and objectives of the MKMA are:

- a) to support Muslims living in the UK by providing access to facilities for religious worship;
- b) to promote educational opportunities for Muslims in religious and secular education;
- c) to promote facilities for leisure time, social and welfare events, to be run in an Islamic manner, with the object of improving quality of life and reducing inequalities within the community;
- d) to promote mutual understanding, harmony and social cohesion by engaging in just initiatives; by being proactive in promoting correct knowledge of Islam as a religion and Muslims as a diverse people; through the rightful treatment of all fellow citizens, regardless of their creed, gender or ethnicity.

Our Mission Statement

The MKMA will support Muslims living within Milton Keynes and the rest of the UK by promoting a sense of belonging to the communities in which we live and by encouraging better understanding of Islam and of Muslims across the UK.

Public benefit

The MKMA holds events, seminars, activities and classes which are open to all Muslims and non-Muslims. Invitations are regularly made to local non-Muslims to attend events with advertising being made by posters placed in prominent places, local media, via our Website and App.

Usually family days are held for Muslims and non-Muslims, including Family BBQs, open day café with food and drinks to fundraising

The MKMA has teamed up with partners such as Islamic Relief, Families, Muslim Hands and one Umma to offer help in fundraising for a wide range of charitable needs and humanitarian disasters.

In addition, the MKMA is a founding member of Citizens:MK; Citizens:MK is an alliance that brings together schools, local faith and community groups with widely divergent interests from the Milton Keynes area and forms to effect change in Milton Keynes for the betterment of the whole community.

As well as current benefits, the MKMA is continuously looking to increase future benefits with the Islamic Centre MK which will have both a benefit to the local Muslim population and the residents living close by, as well as to local schools, colleges and other community groups.

We believe that the breadth and accessibility of our activities and programmes will demonstrate without any doubt the public benefit that our work brings to the community.

In shaping our objectives for the year and our activities the MKMA have considered the Charity Commission's guidance on public benefit including the guidance 'public benefit: running a charity (PB2).

Activities

The MKMA is actively involved in all areas of local society and community affairs. Through its volunteers and paid staff, the MKMA runs a number of activities and projects within the Milton Keynes area. This has been reflected in the time taken to reopen the mosque and continue with activities; ensuring all guidelines are implemented and followed once opened.

Trustees' annual report (continued) For the year ended 31 December 2022

Objectives and activities (continued)

Activities (continued)

In previous years our weekly activities conducted include Jumu'ah prayers on Fridays, Madrassah (Qur'an and Arabic school for children) four times a week, adult Islamic classes, Taraweeh prayers during Ramadan and Iftar gatherings (fast-breaking meals during Ramadan). When larger premises are required, as is the case for Eid prayers and celebrations, larger establishments such as local sports centres are used. The Jumu'ah prayers were well attended by the local community members and those within the Milton Keynes area on the day. The Madrassah is attended by an average of 60 children for 6 hours a week. Iftar gatherings were held on every Saturday evening of Ramadan were attended by more than 200 people including members of the local community.

Outside of this, the MKMA engages in interfaith dialogue (via membership of MK Interfaith and MK Council of Faiths) and local community interaction (via membership of Citizens:MK and regular attendance at Neighbourhood Action Group meetings for Campbell Parish Council). The annual occurrence of Ramadan FM (RFM), the first Ramadan Radio station in Milton Keynes is a key achievement of the MKMA. The whole community benefits from this service which is wholly provided by volunteers and supported financially by local businesses and individuals.

Our ethos

Our ethos is based on three principles:

Spirituality: Everything we do is for the sake of Allah. We are always mindful of the laws of Allah, as prescribed in the Qur'an and in the Sunnah of the Prophet Muhammad (Peace Be Upon Him), as well as being mindful of the laws of the country in which we live. We endeavour to represent our religion in the best possible way at all times.

Knowledge: It is our duty to seek knowledge and to share this with others, for the sake of Allah. We aim to further our own knowledge of Islam and to further the awareness of Islam within the UK, by showing it as the beautiful *deen* which we know it to be.

Community: We are members of the community, who work for the community. We do not work for individual gain, but for the pleasure of Allah, and to benefit the communities to which we belong.

Achievements and performance

During the year the FCA intruded new guidance to all funeral providers, we conducted and was agreed by bereavement subcommittee that the best way to serve our community is to offer the service free of charge at the posit of use and that grave cost would directly be passed onto the deceased family .all members were informed and were giving the option to receive a refund or their contribution to be retained in the fund to be used for other funerals, some of the members requested t a refund which was paid back

MKMA continued running of the Madrassah at the Islamic Centre, Monday to Thursday 5.30pm to 7.00pm.

The maintenance of the websites - www.mkmuslims.org and www.ramadanfm.com, provision of Eid prayers and Ramadan community Iftar gatherings took place as usual .

Trustees' annual report (continued) **For the year ended 31 December 2022**

Achievements and performance (continued)

In another year of the special Ramadan radio broadcast – Ramadan FM (RFM) MKMA engaged in outreach work with a mix of spiritual, factual and light entertainment programs. Through RFM MKMA strives to signpost local, national and international services or information to the community here in Milton Keynes as well as our listeners in towns and cities in the UK and abroad. The RFM project is delivered by volunteers continues to offer a unique platform for the young, youth and older members of the community to develop strong skills in planning, effective communication and time management.

Usually, HM Woodhill Prison in Milton Keynes and HM young offender institution make regular visits to the Centre as part of their staff training. Our centre Manger visited many primary and secondary schools to give talk on Islam.

MKMA is enormously grateful for all the time and resources that more than 100 people donated during the year especially in making it possible to restart activities after lockdown.

Financial review

The Trustees do not have a specific reserves policy that states the maximum or minimum reserves that should be held. Unrestricted funds reserves are maintained to cover operating costs and to ensure continuity of projects. Restricted funds have a specific purpose and are held in anticipation of expenditure in relation to that purpose.

The Statement of Financial Activities shows net incoming resources of £39,736 for the year ended 31 December 2022 (2021: £40,827). Of this total, £16,620 (2021: £33,640) is restricted in its use for the MKICC project, zakat-ul-Fitr, the Bereavement Fund and other designated restricted activities as they arise. The remaining amount of £23,116 (2021: £7,187) is unrestricted and the Trustees consider that it is appropriate to hold the current level of cumulative reserves to be able to continue the Association's operations.

During the year, the voluntary donations to the MKICC fund were £147,850 (2021: £76,732).

MKMA did not undertake any grant-making activity directly but was able to assist other charities in their relief of poverty and suffering for Zakat-ul-Fitr. These collections were handed to Families Relief. These funds are solely used for the relief of need and financial hardship of Muslims. The total collected was £2,754 (2021: £0).

Reserves

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the Trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the terms of a specific appeal or public collection of Zakat in accordance with the teachings of Islam.

Plans for the future

Having established the Islamic Centre, future plans of the MKMA cover the furtherance of the provision of services to and catering to the needs of the local community through the use of the Centre as a place of worship, learning and socialising. The MKMA is strengthening links with other community groups in order to improve and extend the services provided to the local community

Trustees' annual report (continued) **For the year ended 31 December 2022**

Structure, governance and management

Governing document

MKMA is governed by its Constitution and By-laws which were adopted on 28 February 2007 amended in June 2009 and amended again in February 2017; and is managed by its Trustees.

The structure of the MKMA comprises the Trustees and the Executive Committee. Throughout the year the Trustees have all been Executive Committee members and thus responsible for the governing of the MKMA. Other Executive Committee members hold the positions of Chairman, Secretary and Treasurer.

The Constitution and By-laws, as amended in February 2017 state that there shall be ten Trustees.

Appointment of Trustees

Additional persons may be appointed by the Trustees and Executive Committee, as deemed necessary in order to fulfil the aims and objectives of the MKMA. The duration of such appointments shall be determined by the Trustees and Executive Committee.

Organisation

The Board of Trustees often convenes meetings on short notice when required.

The Trustees have the power to convene a Shura (Advisory) Council; a body comprised of members of the community that provide support, advice and ideas for the work and development of the MKMA.

The work of the MKMA is undertaken by volunteers and supported by paid staff. Volunteers, including the Trustees and Executive Committee, all work for the MKMA voluntarily in their spare time and are requested to submit a Disclosure and Barring Service (DBS) check when they envisage helping the MKMA over a period of time. Such checks, however, are not always feasible for one-off events unless there is statutory regulation requiring them.

A complaints procedure was formalised as part of the changes which were made to the 2009 Constitution.

Related parties and co-operation with other organisations

None of our trustees receive remuneration or other benefit from their work with the charity. Any connection between a trustee of the Charity with a contracting party must be disclosed to the full Board of Trustees in the same way as any other contractual relationship with a related party. In the current year no such related party transactions were reported.

The MKMA's main related party is MKMA Limited, a company that was incorporated to act as a contracting party of the Association.

Risk management

The Trustees have assessed the nature of the risks the Charity faces. The Trustees consider and review these risks on a regular basis. The Trustees are satisfied that systems are in place to manage the risks identified.

In particular, insurance cover is in place and the finances of the MKMA are kept under review. Appropriate DBS checks, supported by regularly reviewed policies, are made for all those who work with children within the activities of the MKMA.

Trustees' annual report (continued) For the year ended 31 December 2022

Structure, governance and management (continued)

Procedures and policies

The Trustees have put in place a number of controls over cash collections, banking, donations, approval of spending and expenses. They review these controls to ensure that they are effective and amend them when necessary to safeguard the assets of the charity.

Reporting

The Treasurer will endeavour to publish accounts regularly. Amounts collected at Jumu'ah prayers are announced at the following week's Jumu'ah prayers.

Cash collection

All donation collection boxes during events organised by the MKMA are placed in public view at all times. Once the collection is complete, it is counted by an authorised person in the presence of another committee member. A record is then kept of the amount collected, signed and dated by the counter and checker. For donations received, except those directly placed in collection boxes, a receipt is issued to the donor.

Banking

All donations are banked using the charity's bank account paying-in books on the same day, if possible.

Withdrawals

All cash withdrawals or payments made by cheque of up to £100 must be authorised by any two committee members and can be signed for by the same committee members. Any withdrawals of more than £100 must be authorised by more than two members and can be signed by any two committee members.

Expenses

Any expenses must be paid for using the MKMA cheque book. If members of the MKMA incur pre-authorised costs these are reimbursed using the cheque book on production of an expense claim form and till receipt or equivalent paperwork.

Other collections

Collections for zakat, sadaqah, and other donations and charitable causes are counted separately, and a receipt issued to the donor, where practicable.

Trustees' annual report (continued) **For the year ended 31 December 2022**

Reference and administrative details

Registered charity

The full name of the charity is Milton Keynes Muslim Association ("MKMA"). The charity was registered with the Charity Commission on 11 October 2007. The registration number is 1121142.

Registered Address

Islamic Centre, Trubys Garden, Coffee Hall, Milton Keynes MK6 5HA.

Property and services

MKMA Limited, a related party, was incorporated as a contracting party for the Association for the construction of the Islamic Centre and for the discharging of other obligations. Accordingly, MKMA Limited owns the Islamic Centre from which the Association undertakes its operations.

Our history

The Milton Keynes Muslim Association (the "MKMA") was created in February 2007, following on from the successful activities of the Milton Keynes Juma'a Society (the "MKJS").

On 11 October 2007 the MKMA was registered as a charity with the Charity Commission of England & Wales.

From the time of its inception, the envisaged role of the MKMA has been and continues to be charitable work. The MKMA fosters links between all members of society both Muslim and non-Muslim and engages both the youth and older members of Milton Keynes society physically and spiritually. The aims of the MKMA are wide enough to allow for plenty of growth whilst enabling scope for many ideas which are beneficial for the Muslim community of Milton Keynes.

Going Concern

In the year there was no uncertainty in relation to the charity being a going concern.

Trustees

The following people acted as Trustees during the year and at the date of approval of this annual report:

A Abdullah
M Noor
M Sheikh
M M Ageli
S Ali
T Gueddar
M Hikal
A Labeeb
O Masuo
A Suleman (Resigned 5th August 2022)

No trustee had any beneficial interest in the Association.

Trustees' annual report (continued) **For the year ended 31 December 2022**

Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The Law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of the resources of the charity during the year. In preparing the financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- 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
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operational existence.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the Charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Independent Examiner

The Trustees asked Salman Maqbool to undertake the independent examination of the annual accounts.

Signed on behalf of the Trustees on 27th November 2023.

M Sheikh

M Hikal

Independent examiner's report to the Trustees of MKMA

I report to the Trustees on my examination of the accounts of Milton Keynes Muslim Association (MKMA) charity number: 1121142 for the year ended 31 December 2022, which are set out on pages 10 to 21.

Responsibilities and basis of report

As the Charity's trustees are responsible for the preparation of the accounts in accordance with the Charities Act 2011("the Act").

I report in respect of my examination of the Charity's accounts carried out under section 145 of the Charities 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 Charities Act, and

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. the accounting records were not kept in accordance with section 130 of the Charities Act; or
2. the accounts did not accord with the accounting records; or
3. the accounts did 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 aa '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 order to enable a proper understanding of the accounts to be reached.

Salman Maqbool (FCA)
Adam Accounting Services Ltd
ICEAW
Milton Keynes
Dated: 27th November 2023

**Statement of financial activities – Charity No 1121142
For the year ended 31 December 2022**

	Note	Unrestricted funds £	Restricted funds £	Total funds 2022 £	Total funds 2021 £
Income resources					
Donations and legacies	3a	144,033	3,817	147,850	76,732
Charitable activities	3b	200	38,767	38,967	46,431
Other incoming resources - Corona Virus Job Retention Scheme Grant		-	-	-	21,407
Total incoming resources		144,233	42,584	186,817	144,570
Resources expended					
Raising funds	4a	0	0	0	-2,062
Charitable activities	4b	-85,355	-24,531	-109,886	-87,198
Other	4c	-35,761	-1,433	-37,194	-14,484
Total resources expended		-121,116	-25,964	-147,080	-103,744
Net income/(expenditure) and net movement in funds for the year		23,117	16,619	39,736	40,827
Reconciliation of funds:					
Total funds b/f 01.01.2022	14	146,262	2,165,345	2,311,607	2,270,780
Reconciliation of Funds Total	14	-	-	-	-
Total funds c/f 31.12.2022		146,262	2,165,345	2,311,607	2,270,780

The Statement of Financial Activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.

In this year's accounts we have transferred funds from the MKICC Restricted Account to our General Unrestricted Account. The accounts SOFA has been reconciled to reflect the Funds Analysis Note 14 after these changes have been made.

For further detail please refer to Accounting Policy 1(d) in regard to Fund Accounting, Note 14 in regard restated Restricted Funds and Note 15 in regard to MKMA Ltd related party.

Balance sheet – Charity No 1121142
As at 31 December 2022

	Note	2022 £	Restated 2021 £
Current assets			
Fixed Assets	10	10,509	7616
Debtors	11	2,076,474	2,076,474
Cash at bank and in hand	12	264,577	227,734
		2,351,560	2,311,823
Current liabilities			
Creditors: amounts falling due within one year	13	216	216
		2,351,344	2,311,607
		2,351,344	2,311,607
The funds of the charity:			
	14		
Unrestricted funds		169,379	146,262
Restricted funds		2,181,965	2,165,345
		2,351,344	2,311,607

The notes on pages 12 to 21 form part of these accounts.

Approved on behalf of all the Trustees on 27th November 2023 by:

M Sheikh

M Hikal

Notes to the accounts
For the year ended 31 December 2022

1. Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as summarised below. They have been applied consistently throughout the year and in the preceding year.

a) Basis of preparation and assessment of going concern

The financial statements have been prepared on the historic cost convention and in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The presentation currency of these financial statements is sterling and all amounts have been rounded to the nearest £1.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

b) Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the Trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 a restatement of comparative items was needed. No restatements were required. There was no difference in the previously reported net income under the previous GAAP and FRS 102.

c) Recognition of income

Income is included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the income;
- any performance conditions attached to the item(s) of income have been met;
- it is probable that the income will be received; and
- the monetary value can be measured with sufficient reliability.

d) Fund accounting

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the Trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the terms of a specific appeal or public collection of Zakat in accordance with the teachings of Islam.

Further details of each fund are disclosed in note 14. In this year's accounts we have transferred funds from the MKICC Restricted Account to our General Unrestricted Account. For further detail please refer to Note 14 in regard to the Restricted Funds and Note 15 in regard to MKMA Ltd related party.

e) Matching income with related expenditure

Where income has related expenditure (as with fundraising or contract income) the income and related expenditure are reported gross in the SOFA, when practicable.

Notes to the accounts (continued)
For the year ended 31 December 2022

1. Accounting policies (continued)

f) Grants and donations

Grants and donations are only included in the SOFA when the general income recognition criteria are met (5.10 to 5.12 FRS102 SORP). Grants and donations are only included in the SOFA when the general income recognition criteria are met (5.10 to 5.12 FRS102 SORP).

g) Donated services

Identified donated services or facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. On receipt, donated services and facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

h) Tax reclaims on donations

Gift Aid reclaimable on donations to the charity is included in accordance with the income recognition policy.

i) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprise the costs of donation website support services and fundraising costs.
- Expenditure on charitable activities includes the costs of Madrassah, Ramadan FM radio project, community support services and collections for specified activities undertaken to further the purposes of the charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

j) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the charity's programmes and activities. These costs have been allocated between cost of raising funds, expenditure on charitable activities and other expenditure. The bases on which support costs have been allocated are set out in note 4.

k) Gifts in kind

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

Gifts in kind for sale or distribution are included in the accounts as gifts only when sold or distributed by the charity.

Notes to the accounts (continued)
For the year ended 31 December 2022

1. Accounting policies (continued)

l) Volunteer help

The value of any voluntary help received is not included in the accounts but is described in the Trustees' annual report.

m) Investment income

Investment income, which comprises bank interest, is included in the accounts when receivable; this is normally on notification of the interest paid by the bank.

n) Fixed assets

All assets costing more than £500 are capitalised. Depreciation on all equipment is charged on a straight line basis over 5 years.

o) Debtors

Amounts owed by related parties are recognised at the settlement amount due. The debtor balance has not been amortised with interest rate as the effect of the amortisation has not been considered material and due to religious observation.

p) Cash at bank and in hand

Cash at bank and cash in hand includes cash.

q) Creditors and provisions

Creditors where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount after allowing for any discounts due. The creditor balances have not been amortised with interest rate as the effect of the amortisation has not been considered material and due to religious observation.

r) Governance costs

Governance costs include costs of the preparation and examination of statutory accounts, the costs of trustee meetings and cost of any legal advice to Trustees on governance or constitutional matters.

s) Bad debt provision

A provision is made against debts that are judged to be doubtful.

2. Taxation

MKMA is a registered charity and accordingly is exempt from taxation on its income and gains where they are applied for charitable purposes.

Notes to the accounts (continued)
For the year ended 31 December 2022

3. Analysis of incoming resources

a) Income from donations and legacies

	Unrestricted funds	Restricted funds	Total 2022	Total 2021
	£	£	£	£
Donations	144,033	-	144,033	75,812
Gift aid received *	-	-	0	0
Collections (Zakat-ul-Fitr)	-	3,092	3,092	215
Zakat-ul Mal & Sadaqa	-	725	725	705
	144,033	3,817	147,850	76,732

* Expected in 2024 accounts is an amount for £4,728.00 in relation to 2021 HMRC Gift aid claim.
The exact amount is not known and as a result we cannot be virtually certain of amount due to the charity.
As such a descriptive note is included here for reference.

b) Income from charitable activities

	Unrestricted funds	Restricted funds	Total 2022	Total 2021
	£	£	£	£
Ramadan FM income	-	500	500	3,400
Madrassa fees	-	13,937	13,937	12,743
Bereavement fund	-	15,429	15,429	28,305
Other activities	-	5603	5,603	-
Food Parcel/Bank Donations	-	3,298	3,298	1,983
Nikkah	200	-	200	-
	200	38,767	38,967	46,431

d) Income from investments

	Unrestricted funds	Restricted funds	Total 2022	Total 2021
	£	£	£	£
Other Income *	-	-	-	21,407
	-	-	-	21,407

* This is income received from the Corona Virus Job Retention Scheme Grant Received

Notes to the accounts (continued)
For the year ended 31 December 2022

4. Analysis of expenditure

a) Raising funds

	Unrestricted funds	Restricted funds	Total 2022	Total 2021
	£	£	£	£
Donation support services	-	-	-	2,062
	<hr/>	<hr/>	<hr/>	<hr/>

b) Charitable activities

	Unrestricted funds	Restricted funds	Total 2022	Total 2021
	£	£	£	£
Madrassah				
Payments to teachers	-	7,988	7,988	7,440
Stationery and books	-	993	993	0
	<hr/>	<hr/>	<hr/>	<hr/>
	0	8,981	8,981	7,440

Ramadan FM radio project				
Ofcom licences	-	2,240	2,240	2,240
Broadcasting equipment hire	-	1,800	1,800	1,800
	<hr/>	<hr/>	<hr/>	<hr/>
	0	4,040	4,040	4,040

Bereavement and funeral expenses	-	2,106	2,106	1,688
Community and educational events	-	3,650	3,650	-
Payroll costs (note 8)	85,355	-	85,355	72,234
	<hr/>	<hr/>	<hr/>	<hr/>
	85,355	5,756	91,111	73,922

Notes to the accounts (continued)
For the year ended 31 December 2022

4. Analysis of expenditure (continued)

b) Charitable activities (continued)

	Unrestricted funds £	Restricted funds £	Total 2022 £	Total 2021 £
Expenditure for specified activities:				
Zakat-ul-Fitr	-	2,754	2,754	-
Food Parcels/Bank	-	3,000	3,000	1796
	<u>-</u>	<u>5,754</u>	<u>5,754</u>	<u>1,796</u>
Total Expenditure on Charitable activities	<u>85,355</u>	<u>24,531</u>	<u>109,886</u>	<u>89,260</u>

c) Other

	Unrestricted funds £	Restricted funds £	Total 2022 £	Total 2021 £
Public liability insurance	1992	-	1,992	2,010
Utilities	29171	-	29,171	6,849
Webhosting and communications	1,239	335	1,574	461
Accounting software and services	750	-	750	1046
Membership and subscriptions	-	-	0	450
Other costs	60	61	121	752
Building and grounds maintenance	1223	-	1,223	962
Legal & Professional	440	-	440	772
Subsistence	516	-	516	649
Depreciation Expense	370	1037	1,407	533
	<u>35,761</u>	<u>1,433</u>	<u>37,194</u>	<u>14,484</u>

5. Governance costs

In the year, included within other expenditure are fees for the independent examination of these accounts of £250 (2021: £250). No other costs were incurred in the current or prior year relating to the governance of the MKMA.

6. Trustees and other related party transactions

No Trustees received any remuneration in respect of their responsibilities as Trustees.

Notes to the accounts (continued)
For the year ended 31 December 2022

7. Fees for examination or audit of the accounts

2022	2021
£	£
363	363

8. Staff costs

The MKMA did not employ any staff during the year (2021: none). In discharging its charitable duties and obligations MKMA received people services through the employees of MKMA Limited, a related party of MKMA. During the year the services of 5 individuals (2021: 5) were received by the MKMA. These individuals provided services in cleaning and caretaking: 3 individuals (2021: 3); clerical and administrative services: 2 individuals (2021: 2). The costs of these employees of MKMA Limited of £85,355 (2021: £72,234) were recharged to MKMA. These costs are disclosed in note 4b. This year the Coronavirus Job Retention Scheme (CJRS) grant is no longer available to claim. In 2021 the amount claimed was £21,407; this was recorded as Other Income.

Payments were made to some teachers of the Madrassah during the year in recognition of the contribution they made amounting to £7,988 (2021: £7,440). No amounts were reimbursed specifically for travelling expenses (2021: £nil).

9. Donated services

MKMA receives free services from many members of the local community which are not recorded in the accounts on the grounds that it is not possible to value the services accurately. These services have not been paid for and are not material to the accounts of the charity. They include architectural, graphics, legal, accounting, religious leadership, consultancy, teaching, event organisation and catering services amongst others.

Notes to the accounts (continued)
For the year ended 31 December 2022

10.	Mosque Equipment £	Restricted Motor Vehicles £
Cost		
As at 01.01.2022	1850	6500
Additions	-	10800
Disposals	-	-6500
At 31.12.2022	<u>1850</u>	<u>10800</u>
Depreciation		
As at 01.01.2022	572	162
Depreciation for year	370	1516
Disposals	-	-479
At 31.12.2022	<u>942</u>	<u>1199</u>
Net Book Value		
At 31.12.2022	<u>908</u>	<u>9601</u>
At 31.12.2021	<u>1278</u>	<u>6338</u>

11. Debtors

	2022 £	2021 £
Amounts owed by related parties	2,076,474	2,076,474
	<u>2,076,474</u>	<u>2,076,474</u>

12. Cash at bank and in hand

	2022 £	2021 £
Cash in hand	540	540
Cash at bank	264,037	227,194
	<u>264,577</u>	<u>227,734</u>

Notes to the accounts (continued)
For the year ended 31 December 2022

13. Creditors: amounts falling due within 1 year

	2022	2021
	£	£
Historical Adjustments	<u>216</u>	<u>216</u>
	<u>216</u>	<u>216</u>

14. Analysis of funds

Unrestricted funds

Unrestricted funds show the income and costs relating to the wide range of activities undertaken by MKMA. These are detailed in the Trustees' annual report and accounts.

The Madrassah, though not designated as a restricted fund, has its own bank account separate from that of the MKMA general funds and the MKICC restricted funds.

Restricted funds

Restricted funds are to be used only for the following specific purposes:

MKICC - donations have been received from members of the Muslim community in Milton Keynes and others. These donations in the past were restricted in their use for the purpose of settling costs of the MKICC which was mainly the land and buildings cost through the Related Party. In 2021 these costs were settled so any donations made by the community that were in the fund have now been transferred to Unrestricted Funds.

Collections made on behalf of other charities (including Zakat-ul-Fitr) - collections were handed to a chosen Muslim humanitarian charity. These funds are solely used for the relief of need and financial hardship of Muslims.

Funds raised for the Bereavement Fund are used solely for the purpose of observance of last rights for members and their families.

Notes to the accounts (continued)
For the year ended 31 December 2022

14. Analysis of funds (continued)

	1 January 2022	Income	Expenditure	31 Dec 2022
	£	£	£	£
Unrestricted funds				
MKMA general fund	146,262	144,233	-121,116	169,379
Restricted funds				
MKICC	2,076,474	-	-	2,076,474
Bereavement fund	71,317	15,429	-3,143	83,603
Madrassah	12,874	13,937	-9,378	17,433
Ramadan FM radio project	-3,960	500	-4,040	-7,500
Zakat-ul-Fitr	4,937	3,092	-2,754	5,275
Zakat-ul Mal & Other	3,704	9,626	-6,650	6,680
	<u>2,165,345</u>	<u>42,585</u>	<u>-25,965</u>	<u>2,181,965</u>
Total funds	<u>2,311,607</u>	<u>186,818</u>	<u>-147,081</u>	<u>2,351,344</u>

Other restricted funds movements in the year were in respect of donations received for Zakat-ul Mal and Iftar/Food Bank Donations

	1 January 2021	Income	Expenditure	31 Dec 2021
	£	£	£	£
Unrestricted funds				
MKMA general fund	-5,785	97,219	-88,616	2,818
MKICC	80,960	62,484		143,444
	<u>75,175</u>	<u>159,703</u>	<u>-88,616</u>	<u>146,262</u>
Restricted funds				
MKICC	2,138,958	-62,484		2,076,474
Bereavement fund	44,863	28,305	-1,851	71,317
Madrassah	7,571	12,743	-7,440	12,874
Ramadan FM radio project	-3,320	3,400	-4,040	-3,960
Zakat-ul-Fitr	4,722	215	-	4,937
Zakat-ul Mal & Other	2,812	2,688	-1,796	3,704
	<u>2,195,605</u>	<u>-15,133</u>	<u>-15,127</u>	<u>2,165,345</u>
Total funds	<u>2,270,780</u>	<u>144,570</u>	<u>-103,743</u>	<u>2,311,607</u>

Notes to the accounts (continued)
For the year ended 31 December 2022

15. Related party transactions

MKMA Limited

During the year the MKMA had transactions with MKMA Limited (the Company). The Company was incorporated and established as a contracting party for the MKMA for the construction of the MKICC and the furtherance of the charitable objectives of MKMA. The Company provided employee services to MKMA whilst MKMA collected rental income on behalf of the Company.

Donations from the public and the community were received by the MKMA, which then makes the funds available to the Company to settle the construction and other liabilities as they fell due. These were all settled in 2021.

The directors of the Company are appointed from and by the Trustees and Executive Committee of the Milton Keynes Muslim Association. As at 31 December 2022, the Association had made net payments to contractors and suppliers on behalf of the Company of £2,076,474 (2021: £2,076,474).

Madrassah

During the year Z Saleem, the spouse of one of the Trustees, received £nil (2021: £nil) for teaching services provided to Madrassah pupils.

MILTON KEYNES MUSLIM ASSOCIATION

England & Wales - Charity number 1121142

Accounts

MILTON KEYNES MUSLIM ASSOCIATION

Annual Report and Accounts

For the year ended
31 December 2021

**Annual report and accounts
For the year ended 31 December 2021**

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Trustees' annual report For the year ended 31 December 2021

The Trustees present their annual report and accounts for the year ended 31 December 2021.

Objectives and activities

Aims and objectives

The aims and objectives of the MKMA are:

- a) to support Muslims living in the UK by providing access to facilities for religious worship;
- b) to promote educational opportunities for Muslims in religious and secular education;
- c) to promote facilities for leisure time, social and welfare events, to be run in an Islamic manner, with the object of improving quality of life and reducing inequalities within the community;
- d) to promote mutual understanding, harmony and social cohesion by engaging in just initiatives; by being proactive in promoting correct knowledge of Islam as a religion and Muslims as a diverse people; through the rightful treatment of all fellow citizens, regardless of their creed, gender or ethnicity.

Our Mission Statement

The MKMA will support Muslims living within Milton Keynes and the rest of the UK by promoting a sense of belonging to the communities in which we live and by encouraging better understanding of Islam and of Muslims across the UK.

Public benefit

The MKMA holds events, seminars, activities and classes which are open to all Muslims and non-Muslims. Invitations are regularly made to local non-Muslims to attend events with advertising being made by posters placed in prominent places, local media, via our Website and App.

Usually family days are held for Muslims and non-Muslims, due to restrictions this year these have not been held.

The MKMA has teamed up with partners such as Islamic Relief, Families Relief and Muslim Hands to offer help in fundraising for a wide range of charitable needs and humanitarian disasters.

In addition, the MKMA is a founding member of Citizens:MK; Citizens:MK is an alliance that brings together schools, local faith and community groups with widely divergent interests from the Milton Keynes area and forms to effect change in Milton Keynes for the betterment of the whole community.

As well as current benefits, the MKMA is continuously looking to increase future benefits with the Islamic Centre MK which will have both a benefit to the local Muslim population and the residents living close by, as well as to local schools, colleges and other community groups.

We believe that the breadth and accessibility of our activities and programmes will demonstrate without any doubt the public benefit that our work brings to the community.

In shaping our objectives for the year and our activities the MKMA have considered the Charity Commission's guidance on public benefit including the guidance 'public benefit: running a charity (PB2).

Activities

The MKMA is actively involved in all areas of local society and community affairs. Through its volunteers and paid staff, the MKMA runs a number of activities and projects within the Milton Keynes area. This year due to Covid-19 some activities have been put on hold prior and during Government restrictions as the safety of our local society and community has been our paramount objective. This has been reflected in the time taken to reopen the mosque and continue with activities; ensuring all guidelines are implemented and followed once opened.

Trustees' annual report (continued) For the year ended 31 December 2021

Objectives and activities (continued)

Aims and objectives (continued)

Activities (continued)

In previous years our weekly activities conducted include Jumu'ah prayers on Fridays, Madrassah (Qur'an and Arabic school for children) four times a week, adult Islamic classes, Taraweeh prayers during Ramadan and Iftar gatherings (fast-breaking meals during Ramadan). When larger premises are required, as is the case for Eid prayers and celebrations, larger establishments such as local sports centres are used. The Jumu'ah prayers were well attended by the local community members and those within the Milton Keynes area on the day. The Madrassah is attended by an average of 60 children for 6 hours a week. Iftar gatherings were held on every Saturday evening of Ramadan were attended by more than 200 people including members of the local community .

Outside of this, the MKMA engages in interfaith dialogue (via membership of MK Interfaith and MK Council of Faiths) and local community interaction (via membership of Citizens:MK and regular attendance at Neighbourhood Action Group meetings for Campbell Parish Council). The annual occurrence of Ramadan FM (RFM), the first Ramadan Radio station in Milton Keynes is a key achievement of the MKMA. The whole community benefits from this service which is wholly provided by volunteers and supported financially by local businesses and individuals.

Our ethos

Our ethos is based on three principles:

Spirituality: Everything we do is for the sake of Allah. We are always mindful of the laws of Allah, as prescribed in the Qur'an and in the Sunnah of the Prophet Muhammad (Peace Be Upon Him), as well as being mindful of the laws of the country in which we live. We endeavour to represent our religion in the best possible way at all times.

Knowledge: It is our duty to seek knowledge and to share this with others, for the sake of Allah. We aim to further our own knowledge of Islam and to further the awareness of Islam within the UK, by showing it as the beautiful *deen* which we know it to be.

Community: We are members of the community, who work for the community. We do not work for individual gain, but for the pleasure of Allah, and to benefit the communities to which we belong.

Achievements and performance

During the year the Bereavement Fund, which was established in 2014, whose aims are to facilitate the observance of the last rites for members of the community and their families continued to gain prominence in the community. More subscriptions were made to this fund and support was provided to families that were in need of this service and support.

MKMA continued running of the Madrassah at the Islamic Centre, during lockdown periods Madrassa was provided online.

The maintenance of the websites - www.mkmuslims.org and www.ramadanfm.com, provision of Eid prayers and Ramadan community Iftar gatherings took place as usual whilst all measures was in place to comply with the Government Covid guideline

Trustees' annual report (continued) **For the year ended 31 December 2021**

Achievements and performance (continued)

In another year of the special Ramadan radio broadcast – Ramadan FM (RFM) MKMA engaged in outreach work with a mix of spiritual, factual and light entertainment programs. Through RFM MKMA strives to signpost local, national and international services or information to the community here in Milton Keynes as well as our listeners in towns and cities in the UK and abroad. The RFM project is delivered by volunteers continues to offer a unique platform for the young, youth and older members of the community to develop strong skills in planning, effective communication and time management.

Usually, HM Woodhill Prison in Milton Keynes and HM young offender institution make regular visits to the Centre as part of their staff training. Our centre Manger visited many primary and secondary schools to give talk on Islam.

MKMA is enormously grateful for all the time and resources that more than 100 people donated during the year especially in making it possible to restart activities after lockdown.

Financial review

The Trustees do not have a specific reserves policy that states the maximum or minimum reserves that should be held. Unrestricted funds reserves are maintained to cover operating costs and to ensure continuity of projects. Restricted funds have a specific purpose and are held in anticipation of expenditure in relation to that purpose.

The Statement of Financial Activities shows net incoming resources of £40,827 for the year ended 31 December 2021 (2020: £101,640). Of this total, £33,640 (2020: £82,391) is restricted in its use for the MKICC project, zakat-ul-Fitr, the Bereavement Fund and other designated restricted activities as they arise. The remaining amount of £7,187 (2020: £19,249) is unrestricted and the Trustees consider that it is appropriate to hold the current level of cumulative reserves to be able to continue the Association's operations.

During the year, the voluntary donations to the MKICC fund were £76,637 (2020: £89,640).

MKMA did not undertake any grant-making activity directly but was able to assist other charities in their relief of poverty and suffering. Due to the pandemic, we were not actively making collections during the year for Zakat-ul-Fitr. These collections were handed to Families Relief. These funds are solely used for the relief of need and financial hardship of Muslims. The total collected was £0 (2020: £70).

Reserves

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the Trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the terms of a specific appeal or public collection of Zakat in accordance with the teachings of Islam.

Plans for the future

Having established the Islamic Centre, future plans of the MKMA cover the furtherance of the provision of services to and catering to the needs of the local community through the use of the Centre as a place of worship, learning and socialising. The MKMA is strengthening links with other community groups in order to improve and extend the services provided to the local community

Trustees' annual report (continued) **For the year ended 31 December 2021**

Structure, governance and management

Governing document

MKMA is governed by its Constitution and By-laws which were adopted on 28 February 2007 amended in June 2009 and amended again in February 2017; and is managed by its Trustees.

The structure of the MKMA comprises the Trustees and the Executive Committee. Throughout the year the Trustees have all been Executive Committee members and thus responsible for the governing of the MKMA. Other Executive Committee members hold the positions of Chairman, Secretary and Treasurer.

The Constitution and By-laws, as amended in February 2017 state that there shall be ten Trustees.

Appointment of Trustees

Additional persons may be appointed by the Trustees and Executive Committee, as deemed necessary in order to fulfil the aims and objectives of the MKMA. The duration of such appointments shall be determined by the Trustees and Executive Committee.

Organisation

The Board of Trustees often convenes meetings on short notice when required.

The Trustees have the power to convene a Shura (Advisory) Council; a body comprised of members of the community that provide support, advice and ideas for the work and development of the MKMA.

The work of the MKMA is undertaken by volunteers and supported by paid staff. Volunteers, including the Trustees and Executive Committee, all work for the MKMA voluntarily in their spare time and are requested to submit a Disclosure and Barring Service (DBS) check when they envisage helping the MKMA over a period of time. Such checks, however, are not always feasible for one-off events unless there is statutory regulation requiring them.

A complaints procedure was formalised as part of the changes which were made to the 2009 Constitution.

Related parties and co-operation with other organisations

None of our trustees receive remuneration or other benefit from their work with the charity. Any connection between a trustee of the Charity with a contracting party must be disclosed to the full Board of Trustees in the same way as any other contractual relationship with a related party. In the current year no such related party transactions were reported.

The MKMA's main related party is MKMA Limited, a company that was incorporated to act as a contracting party of the Association.

Risk management

The Trustees have assessed the nature of the risks the Charity faces. The Trustees consider and review these risks on a regular basis. The Trustees are satisfied that systems are in place to manage the risks identified.

In particular, insurance cover is in place and the finances of the MKMA are kept under review. Appropriate DBS checks, supported by regularly reviewed policies, are made for all those who work with children within the activities of the MKMA.

Trustees' annual report (continued) **For the year ended 31 December 2021**

Structure, governance and management (continued)

Procedures and policies

The Trustees have put in place a number of controls over cash collections, banking, donations, approval of spending and expenses. They review these controls to ensure that they are effective and amend them when necessary to safeguard the assets of the charity.

Reporting

The Treasurer will endeavour to publish accounts regularly. Amounts collected at Jumu'ah prayers are announced at the following week's Jumu'ah prayers.

Cash collection

All donation collection boxes during events organised by the MKMA are placed in public view at all times. Once the collection is complete, it is counted by an authorised person in the presence of another committee member. A record is then kept of the amount collected, signed and dated by the counter and checker. For donations received, except those directly placed in collection boxes, a receipt is issued to the donor.

Banking

All donations are banked using the charity's bank account paying-in books on the same day, if possible.

Withdrawals

All cash withdrawals or payments made by cheque of up to £100 must be authorised by any two committee members and can be signed for by the same committee members. Any withdrawals of more than £100 must be authorised by more than two members and can be signed by any two committee members.

Expenses

Any expenses must be paid for using the MKMA cheque book. If members of the MKMA incur pre-authorised costs these are reimbursed using the cheque book on production of an expense claim form and till receipt or equivalent paperwork.

Other collections

Collections for zakat, sadaqah, and other donations and charitable causes are counted separately, and a receipt issued to the donor, where practicable.

Trustees' annual report (continued) For the year ended 31 December 2021

Reference and administrative details

Registered charity

The full name of the charity is Milton Keynes Muslim Association ("MKMA"). The charity was registered with the Charity Commission on 11 October 2007. The registration number is 1121142.

Registered Address

Islamic Centre, Trubys Garden, Coffee Hall, Milton Keynes MK6 5HA.

Property and services

MKMA Limited, a related party, was incorporated as a contracting party for the Association for the construction of the Islamic Centre and for the discharging of other obligations. Accordingly, MKMA Limited owns the Islamic Centre from which the Association undertakes its operations.

Our history

The Milton Keynes Muslim Association (the "MKMA") was created in February 2007, following on from the successful activities of the Milton Keynes Juma'a Society (the "MKJS").

On 11 October 2007 the MKMA was registered as a charity with the Charity Commission of England & Wales.

From the time of its inception, the envisaged role of the MKMA has been and continues to be charitable work. The MKMA fosters links between all members of society both Muslim and non-Muslim and engages both the youth and older members of Milton Keynes society physically and spiritually. The aims of the MKMA are wide enough to allow for plenty of growth whilst enabling scope for many ideas which are beneficial for the Muslim community of Milton Keynes.

Going Concern

In the year there was no uncertainty in relation to the charity being a going concern.

Trustees

The following people acted as Trustees during the year and at the date of approval of this annual report:

A Abdullah
M Noor
M Sheikh
M M Ageli
S Ali
T Gueddar
M Hikal
A Labeeb
O Masuo
A Suleman (Resigned 5th August 2021)

No trustee had any beneficial interest in the Association.

Trustees' annual report (continued) **For the year ended 31 December 2021**

Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The Law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of the resources of the charity during the year. In preparing the financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- 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
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operational existence.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the Charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Independent Examiner

The Trustees asked Adam Accounting Services Ltd to undertake the independent examination of the annual accounts.

Signed on behalf of the Trustees on 31ST October 2022.

AAbdullah

Morad Hikal

Independent examiner's report to the Trustees of MKMA

I report to the Trustees on my examination of the accounts of Milton Keynes Muslim Association (MKMA) charity number: 1121142 for the year ended 31 December 2021, which are set out on pages 10 to 23.

Responsibilities and basis of report

As the Charity's trustees are responsible for the preparation of the accounts in accordance with the Charities Act 2011("the Act").

I report in respect of my examination of the Charity's accounts carried out under section 145 of the Charities 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 Charities Act, and

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. the accounting records were not kept in accordance with section 130 of the Charities Act; or
2. the accounts did not accord with the accounting records; or
3. the accounts did 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 order to enable a proper understanding of the accounts to be reached.



Salman Maqbool (FCA)
Adam Accounting Services Ltd
ICEAW
Milton Keynes
Dated: 31st October 2022

**Statement of financial activities – Charity No 1121142
For the year ended 31 December 2021**

	Note	Unrestricted funds £	Restricted funds £	Total funds 2021 £	Total funds 2020 £
Income resources					
Donations and legacies	3a	75,812	920	76,732	92,643
Charitable activities	3b	-	46,431	46,431	30,107
Other trading activities	3c	62,484	-62,484	-	-
Investments	3d	-	-	-	167
Other incoming resources - Corona Virus Job Retention Scheme Grant		21,407	-	21,407	38,988
Total incoming resources		159,703	-15,133	144,570	161,905
Resources expended					
Raising funds	4a	-2,062	-	-2,062	-2,300
Charitable activities	4b	-72,234	-14,964	-87,198	-91,792
Other	4c	-14,321	-163	-14,484	33,827
Total resources expended		-88,617	-15,127	-103,744	-60,265
Net income/(expenditure) and net movement in funds for the year		71,086	-30,259	40,827	101,640
Reconciliation of funds:					
Total funds brought forward 01.01.21	14	13,184	2,257,596	2,270,780	2,169,140
Reconciliation of Funds Total	14	61,992	-61,992		
Total funds carried forward 31.12.21		146,262	2,165,345	2,311,607	2,270,780

The Statement of Financial Activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.

In this year's accounts we have transferred funds from the MKICC Restricted Account to our General Unrestricted Account. The accounts SOFA has been reconciled to reflect the Funds Analysis Note 14 after these changes have been made.

For further detail please refer to Accounting Policy 1(d) in regard to Fund Accounting, Note 14 in regard restated Restricted Funds and Note 15 in regard to MKMA Ltd related party.

Balance sheet – Charity No 1121142
As at 31 December 2021

			Restated
	Note	2021 £	2020 £
Current assets			
Fixed Assets	10	7,616	1,648
Debtors	11	2,076,474	2,076,474
Cash at bank and in hand	12	227,519	193,777
		<u>2,311,607</u>	<u>2,271,899</u>
Current liabilities			
Creditors: amounts falling due within one year	13	-	-1,119
		<u>2,311,607</u>	<u>2,270,780</u>
		<u>2,311,607</u>	<u>2,270,780</u>
The funds of the charity:			
	14		
Unrestricted funds		146,262	-5,786
Restricted funds		2,165,345	2,276,566
		<u>2,311,607</u>	<u>2,270,780</u>
		<u>2,311,607</u>	<u>2,270,780</u>

The notes on pages 12 to 21 form part of these accounts.

Approved on behalf of all the Trustees on 31st October 2022 by:

AAbdullah

Morad Hikal

Notes to the accounts
For the year ended 31 December 2021

1. Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as summarised below. They have been applied consistently throughout the year and in the preceding year.

a) Basis of preparation and assessment of going concern

The financial statements have been prepared on the historic cost convention and in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The presentation currency of these financial statements is sterling and all amounts have been rounded to the nearest £1.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

b) Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the Trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 a restatement of comparative items was needed. No restatements were required. There was no difference in the previously reported net income under the previous GAAP and FRS 102.

c) Recognition of income

Income is included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the income;
- any performance conditions attached to the item(s) of income have been met;
- it is probable that the income will be received; and
- the monetary value can be measured with sufficient reliability.

d) Fund accounting

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the Trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the terms of a specific appeal or public collection of Zakat in accordance with the teachings of Islam.

Further details of each fund are disclosed in note 14. In this year's accounts we have transferred funds from the MKICC Restricted Account to our General Unrestricted Account. For further detail please refer to Note 14 in regard to the Restricted Funds and Note 15 in regard to MKMA Ltd related party.

e) Matching income with related expenditure

Where income has related expenditure (as with fundraising or contract income) the income and related expenditure are reported gross in the SOFA, when practicable.

Notes to the accounts (continued)
For the year ended 31 December 2021

1. Accounting policies (continued)

f) Grants and donations

Grants and donations are only included in the SOFA when the general income recognition criteria are met (5.10 to 5.12 FRS102 SORP). Grants and donations are only included in the SOFA when the general income recognition criteria are met (5.10 to 5.12 FRS102 SORP).

g) Donated services

Identified donated services or facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. On receipt, donated services and facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

h) Tax reclaims on donations

Gift Aid reclaimable on donations to the charity is included in accordance with the income recognition policy.

i) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprise the costs of donation website support services and fundraising costs.
- Expenditure on charitable activities includes the costs of Madrassah, Ramadan FM radio project, community support services and collections for specified activities undertaken to further the purposes of the charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

j) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the charity's programmes and activities. These costs have been allocated between cost of raising funds, expenditure on charitable activities and other expenditure. The bases on which support costs have been allocated are set out in note 4.

k) Gifts in kind

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

Gifts in kind for sale or distribution are included in the accounts as gifts only when sold or distributed by the charity.

Notes to the accounts (continued)
For the year ended 31 December 2021

1. Accounting policies (continued)

l) Volunteer help

The value of any voluntary help received is not included in the accounts but is described in the Trustees' annual report.

m) Investment income

Investment income, which comprises bank interest, is included in the accounts when receivable; this is normally on notification of the interest paid by the bank.

n) Fixed assets

All assets costing more than £500 are capitalised. Depreciation on all equipment is charged on a straight line basis over 5 years.

o) Debtors

Amounts owed by related parties are recognised at the settlement amount due. The debtor balance has not been amortised with interest rate as the effect of the amortisation has not been considered material and due to religious observation.

p) Cash at bank and in hand

Cash at bank and cash in hand includes cash.

q) Creditors and provisions

Creditors where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount after allowing for any discounts due. The creditor balances have not been amortised with interest rate as the effect of the amortisation has not been considered material and due to religious observation.

r) Governance costs

Governance costs include costs of the preparation and examination of statutory accounts, the costs of trustee meetings and cost of any legal advice to Trustees on governance or constitutional matters.

s) Bad debt provision

A provision is made against debts that are judged to be doubtful.

2. Taxation

MKMA is a registered charity and accordingly is exempt from taxation on its income and gains where they are applied for charitable purposes.

Notes to the accounts (continued)
For the year ended 31 December 2021

3. Analysis of incoming resources

a) Income from donations and legacies

	Unrestricted funds	Restricted funds	Total 2021	Total 2020
	£	£	£	£
Donations	75,812	-	75,812	81,715
Gift aid received	-	-	-	7,758
Collections (Zakat-ul-Fitr)	-	215	215	70
Zakat-ul Mal & Sadaqa	-	705	705	3,100
	75,812	920	76,732	92,643

b) Income from charitable activities

	Unrestricted funds	Restricted funds	Total 2021	Total 2020
	£	£	£	£
Ramadan FM income	-	3,400	3,400	4,030
Madrassa fees	-	12,743	12,743	9,977
Bereavement fund	-	28,305	28,305	12,810
Other activities	-	-	-	-
Food Parcel/Bank Donations	-	1,983	1,983	3,290
Nikkah	-	-	-	-
	-	46,431	46,431	30,107

d) Income from investments

	Unrestricted funds	Restricted funds	Total 2021	Total 2020
	£	£	£	£
Bank interest	-	-	-	167

e) Income from Other Trading Activities

	Unrestricted funds	Restricted funds	Total 2021	Total 2020
	£	£	£	£
Bank interest	62,484	-62,484	-	-

Please see note 14 for further detail in regard to these transactions

Notes to the accounts (continued)
For the year ended 31 December 2021

4. Analysis of expenditure

a) Raising funds

	Unrestricted funds	Restricted funds	Total 2021	Total 2020
	£	£	£	£
Donation support services	2,062	-	2,062	2,300

b) Charitable activities

	Unrestricted funds	Restricted funds	Total 2021	Total 2020
	£	£	£	£
Madrassah				
Payments to teachers	-	7,440	7,440	23,058
Stationery and books	-	-	-	227
Madrassa - Other	-	-	-	-
Furniture	-	-	-	-
Training Cost	-	-	-	-
	-	7,440	7,440	23,285
Ramadan FM radio project				
Ofcom licences	-	2,240	2,240	2,640
Broadcasting equipment hire	-	1,800	1,800	1,800
Equipment purchases and other	-	-	-	-
Portakabin hire and insurance	-	-	-	-
Bad debt write-off	-	-	-	-
Application fees	-	-	-	-
	-	4,040	4,040	4,440
Hall hire	-	-	-	-
Bereavement and funeral expenses	-	1,688	1,688	5,323
Printing, stationery and books	-	-	-	-
Community and educational events	-	-	-	-
Payroll costs (note 8)	72,234	-	72,234	54,477
	72,234	1,688	73,922	59,800

Notes to the accounts (continued)
For the year ended 31 December 2021

4. Analysis of expenditure (continued)

b) Charitable activities (continued)

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Expenditure for specified activities:				
Zakat-ul-Fitr	-	-	-	-
Food Parcels/Bank	-	1,796	1,796	4,267
Other sponsorship grants	-	-	-	-
	<u>-</u>	<u>1,796</u>	<u>1,796</u>	<u>4,267</u>
Total Expenditure on Charitable activities	<u>74,296</u>	<u>14,964</u>	<u>89,260</u>	<u>91,792</u>

c) Other

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Public liability insurance	2,010	-	2,010	2,273
Utilities	6,849	-	6,849	7,146
Consumables	-	-	-	-
Webhosting and communications	461	-	461	824
Accounting software and services	1,046	-	1,046	911
Courses	-	-	-	-
Rates and council tax	-	-	-	-
Membership and subscriptions	450	-	450	545
Other costs	752	-	752	997
Building and grounds maintenance	962	-	962	719
Legal & Professional	772	-	772	-35,850
Equipment Centre	-	-	-	-
Subsistence	649	-	649	903
Depreciation Expense	370	163	533	202
Early Settlement Discount *	-	-	-	-12,497
	<u>14,321</u>	<u>163</u>	<u>14,484</u>	<u>-33,827</u>

* Early Settlement Discount relates to discount given on land purchase instalments paid before agreed date.

5. Governance costs

In the year, included within other expenditure are fees for the independent examination of these accounts of £250 (2020: £250). No other costs were incurred in the current or prior year relating to the governance of the MKMA.

Notes to the accounts (continued)
For the year ended 31 December 2021

6. Trustees and other related party transactions

No Trustees received any remuneration in respect of their responsibilities as Trustees.

7. Fees for examination or audit of the accounts

2021	2020
£	£
363	363

8. Staff costs

The MKMA did not employ any staff during the year (2020: none). In discharging its charitable duties and obligations MKMA received people services through the employees of MKMA Limited, a related party of MKMA. During the year the services of 5 individuals (2020: 5) were received by the MKMA. These individuals provided services in cleaning and caretaking: 3 individuals (2020: 3); clerical and administrative services: 2 individuals (2020: 2). The costs of these employees of MKMA Limited of £72,234 (2020: £54,477) were recharged to MKMA. These costs are disclosed in note 4b. This year the Coronavirus Job Retention Scheme (CJRS) grant was claimed from HMRC to the value of £21,407 (2020:£38,988); this has been recorded as Other Income.

Payments were made to some teachers of the Madrassah during the year in recognition of the contribution they made amounting to £7,440 (2020: £23,058). No amounts were reimbursed specifically for travelling expenses (2020: £nil).

9. Donated services

MKMA receives free services from many members of the local community which are not recorded in the accounts on the grounds that it is not possible to value the services accurately. These services have not been paid for and are not material to the accounts of the charity. They include architectural, graphics, legal, accounting, religious leadership, consultancy, teaching, event organisation and catering services amongst others.

Notes to the accounts (continued)
For the year ended 31 December 2021

10.	Mosque Equipment £	Restricted Motor Vehicles £
Cost		
As at 01.01.2021	1850	-
Additions	-	6500
Disposals	-	-
At 31.12.2021	1850	6500
Depreciation		
As at 01.01.2021	202	
Depreciation for year	370	163
Disposals	-	-
At 31.12.2021	572	163
Net Book Value		
At 31.12.2021	1278	6338
At 31.12.2020	1648	-

11. Debtors

	2021 £	2020 £
Amounts owed by related parties	2,076,474	2,076,474
Fixed Assets included in 2020 Total		1,648
	2,076,474	2,078,122

12. Cash at bank and in hand

	2021 £	2020 £
Cash in hand	540	540
Cash at bank	226,979	193,237
	227,519	193,777

Notes to the accounts (continued)
For the year ended 31 December 2021

13. Creditors: amounts falling due within 1 year

	2021	2020
	£	£
Other loans	-	-
Accruals	-	1,119
	<u>-</u>	<u>1,119</u>

Other loans comprise amounts loaned to the MKMA under interest free, variable repayment term arrangements as *Qard Hasanat*.

14. Analysis of funds

Unrestricted funds

Unrestricted funds show the income and costs relating to the wide range of activities undertaken by MKMA. These are detailed in the Trustees' annual report and accounts.

The Madrassah, though not designated as a restricted fund, has its own bank account separate from that of the MKMA general funds and the MKICC restricted funds.

Restricted funds

Restricted funds are to be used only for the following specific purposes:

MKICC - donations have been received from members of the Muslim community in Milton Keynes and others. These donations in the past were restricted in their use for the purpose of settling costs of the MKICC which was mainly the land and buildings cost through the Related Party. In 2020 these costs were settled so any donations made by the community that were in the fund have now been transferred to Unrestricted Funds.

Collections made on behalf of other charities (including Zakat-ul-Fitr) - collections were handed to a chosen Muslim humanitarian charity. These funds are solely used for the relief of need and financial hardship of Muslims.

Funds raised for the Bereavement Fund are used solely for the purpose of observance of last rights for members and their families.

Notes to the accounts (continued)
For the year ended 31 December 2021

14. Analysis of funds (continued)

2021 RESTATED	1 January 2021 £	Income £	Expenditure £	31 Dec 2021 £
Unrestricted funds				
MKMA general fund	-5,785	97,219	-88,616	2,818
MKICC	80,960	62,484		143,444
	<u>75,175</u>	<u>159,703</u>	<u>-88,616</u>	<u>146,262</u>
Restricted funds				
MKICC	2,138,958	-62,484		2,076,474
Bereavement fund	44,863	28,305	-1,851	71,317
Madrassah	7,571	12,743	-7,440	12,874
Ramadan FM radio project	-3,320	3,400	-4,040	-3,960
Zakat-ul-Fitr	4,722	215	-	4,937
Zakat-ul Mal & Other	2,812	2,688	-1,796	3,704
	<u>2,195,605</u>	<u>-15,133</u>	<u>-15,127</u>	<u>2,165,345</u>
Total funds	<u>2,270,780</u>	<u>144,570</u>	<u>-103,743</u>	<u>2,311,607</u>

Other restricted funds movements in the year were in respect of donations received for Zakat-ul Mal and Food Bank Donations

These are the details of the material fund Restated to reflect Related Party amounts following payment of the remaining balance of Land and Buildings in the 2020 accounts which was the only remaining Restricted cost settlement needed for MKICC by the related party. Any additional balances that were still showing on the 2020 Balance Sheet in the Restricted MKICC fund have been transferred via b/f tracking funds for MKICC or other trading activities tracking changes in 2020 to the Unrestricted MKMA General Fund only leaving Restricted MKICC balances on the Balance Sheet relating to costs that were paid by Related Party.

	Correct 1 Jan 2021 b/f as below £	Restated Income £	Reinstated Expenditure £	New Balance c/f 1 Jan 2021 £
Unrestricted funds				
MKMA general fund	-5,785	-	-	-5,785
MKICC to MKMA Unrestricted	-	80,960		80,960
MKICC Restricted Related Party	2,219,918	-80,960		2,138,958
Total MKICC	<u>2,219,918</u>	<u>0</u>	<u>-</u>	<u>2,219,918</u>
Restricted funds				
Bereavement fund	44,863	-	-	44,863
Madrassah	7,571	-	-	7,571
Ramadan FM radio project	-3,320	-	-	-3,320
Zakat-ul-Fitr	4,722	-	-	4,722
Zakat-ul Mal & Other	2,812	-	-	2,812
	<u>56,647</u>	<u>-</u>	<u>-</u>	<u>56,647</u>
Total funds	<u>2,270,780</u>	<u>161,905</u>	<u>-60,265</u>	<u>2,270,780</u>

Notes to the accounts (continued)
For the year ended 31 December 2021

Details of material fund held and movements shown in last year's annual report for previous year:

	1 January 2020 £	Income £	Expenditure £	31 December 2020 £
Unrestricted funds				
MKMA general fund	-63,612	23,860	33,967	-25,394
	<u>-63,612</u>	<u>23,860</u>	<u>33,967</u>	<u>-25,394</u>
Restricted funds				
MKICC	2,171,066	104,768	-55,916	2,243,777
Bereavement fund	37,376	12,810	-5,323	44,863
Madrasah	21,879	9,977	-24,285	4,722
Ramadan FM radio project	-2,910	4,030	-4,440	
Zakat-ul-Fitr	4,652	70	-	
Zakat-ul Mal & Other	689	6390	-4267	2,812
Rounding			-1	
	<u>2,232,752</u>	<u>138,045</u>	<u>-94,232</u>	<u>2,296,174</u>
Total funds	<u>2,169,140</u>	<u>161,905</u>	<u>-60,265</u>	<u>2,270,780</u>

There was an error in the calculation in the 31 December 2020 column in last years annual report which do not add up, the 2020 calculations should have read as follows:

	1 January 2020 £	Income £	Expenditure £	31 December 2020 £
Unrestricted funds				
MKMA general fund	-63,612	23,860	33,967	-5,785
	<u>-63,612</u>	<u>23,860</u>	<u>33,967</u>	<u>-5,785</u>
Restricted funds				
MKICC	2,171,066	104,768	-55,916	2,219,918
Bereavement fund	37,376	12,810	-5,323	44,863
Madrasah	21,879	9,977	-24,285	7,571
Ramadan FM radio project	-2,910	4,030	-4,440	-3,320
Zakat-ul-Fitr	4,652	70	-	4,722
Zakat-ul Mal & Other	689	6390	-4267	2,812
	<u>2,232,752</u>	<u>138,045</u>	<u>-94,232</u>	<u>2,276,565</u>
Total funds	<u>2,169,140</u>	<u>161,905</u>	<u>-60,265</u>	<u>2,270,780</u>

Notes to the accounts (continued)
For the year ended 31 December 2021

15. Related party transactions

MKMA Limited

During the year the MKMA had transactions with MKMA Limited (the Company). The Company was incorporated and established as a contracting party for the MKMA for the construction of the MKICC and the furtherance of the charitable objectives of MKMA. The Company provided employee services to MKMA whilst MKMA collected rental income on behalf of the Company.

Donations from the public and the community were received by the MKMA, which then makes the funds available to the Company to settle the construction and other liabilities as they fell due. These were all settled in 2020.

The directors of the Company are appointed from and by the Trustees and Executive Committee of the Milton Keynes Muslim Association. As at 31 December 2021, the Association had made net payments to contractors and suppliers on behalf of the Company of £2,076,474 (2020: £2,076,474).

Madrassah

During the year Z Saleem, the spouse of one of the Trustees, received £nil (2020: £nil) for teaching services provided to Madrassah pupils.

MILTON KEYNES MUSLIM ASSOCIATION

England & Wales - Charity number 1121142

Accounts

MILTON KEYNES MUSLIM ASSOCIATION

Annual Report and Accounts

For the year ended
31 December 2020

**Annual report and accounts
For the year ended 31 December 2020**

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Trustees' annual report For the year ended 31 December 2020

The Trustees present their annual report and accounts for the year ended 31 December 2020.

Objectives and activities

Aims and objectives

The aims and objectives of the MKMA are:

- a) to support Muslims living in the UK by providing access to facilities for religious worship;
- b) to promote educational opportunities for Muslims in religious and secular education;
- c) to promote facilities for leisure time, social and welfare events, to be run in an Islamic manner, with the object of improving quality of life and reducing inequalities within the community;
- d) to promote mutual understanding, harmony and social cohesion by engaging in just initiatives; by being proactive in promoting correct knowledge of Islam as a religion and Muslims as a diverse people; through the rightful treatment of all fellow citizens, regardless of their creed, gender or ethnicity.

Our Mission Statement

The MKMA will support Muslims living within Milton Keynes and the rest of the UK by promoting a sense of belonging to the communities in which we live and by encouraging better understanding of Islam and of Muslims across the UK.

Public benefit

The MKMA holds events, seminars, activities and classes which are open to all Muslims and non-Muslims. Invitations are regularly made to local non-Muslims to attend events with advertising being made by posters placed in prominent places, local media, via our Website and App.

Usually family days are held for Muslims and non-Muslims, due to restrictions this year these have not been held.

The MKMA has teamed up with partners such as Islamic Relief, Families Relief and Muslim Hands to offer help in fundraising for a wide range of charitable needs and humanitarian disasters.

In addition, the MKMA is a founding member of Citizens:MK; Citizens:MK is an alliance that brings together schools, local faith and community groups with widely divergent interests from the Milton Keynes area and forms to effect change in Milton Keynes for the betterment of the whole community.

As well as current benefits, the MKMA is continuously looking to increase future benefits with the Islamic Centre MK which will have both a benefit to the local Muslim population and the residents living close by, as well as to local schools, colleges and other community groups.

We believe that the breadth and accessibility of our activities and programmes will demonstrate without any doubt the public benefit that our work brings to the community.

In shaping our objectives for the year and our activities the MKMA have considered the Charity Commission's guidance on public benefit including the guidance 'public benefit: running a charity (PB2).

Activities

The MKMA is actively involved in all areas of local society and community affairs. Through its volunteers and paid staff, the MKMA runs a number of activities and projects within the Milton Keynes area. This year due to Covid-19 activities have been put on hold prior and during Government restrictions as the safety of our local society and community has been our paramount objective. This has been reflected in the time taken to reopen the mosque and continue with activities; ensuring all guidelines are implemented and followed once opened.

Trustees' annual report (continued) For the year ended 31 December 2020

Objectives and activities (continued)

Aims and objectives (continued)

Activities (continued)

In previous years our weekly activities conducted include Jumu'ah prayers on Fridays, Madrassah (Qur'an and Arabic school for children) four times a week, adult Islamic classes, Taraweeh prayers during Ramadan and Iftar gatherings (fast-breaking meals during Ramadan). When larger premises are required, as is the case for Eid prayers and celebrations, larger establishments such as local sports centres are used. The Jumu'ah prayers were well attended by the local community members and those within the Milton Keynes area on the day. The Madrassah is attended by an average of 60 children for 6 hours a week. Iftar gatherings were held on every Friday and Saturday evening of Ramadan were attended by more than 200 people.

Outside of this, the MKMA engages in interfaith dialogue (via membership of MK Interfaith and MK Council of Faiths) and local community interaction (via membership of Citizens:MK and regular attendance at Neighbourhood Action Group meetings for Campbell Parish Council). The annual occurrence of Ramadan FM (RFM), the first Ramadan Radio station in Milton Keynes is a key achievement of the MKMA. The whole community benefits from this service which is wholly provided by volunteers and supported financially by local businesses and individuals.

Legal Court Litigation

A legal case was filed against MKMA by a nursery operator. The nursery was licenced to operate from the Centre Annex.

The trustees instructed a law firm (Messrs Hewitsons) to defend the charity against the allegations of breach of contract.

At the beginning of 2020, the high court made a final judgement ruling against the claimant. The Islamic centre having successfully won the legal challenge, the high Court Judge ordered the claimant to pay MKMA all the legal cost. The case is now closed, the costs have now been fully recovered and this is reflected in the current years accounts.

Our ethos

Our ethos is based on three principles:

Spirituality: Everything we do is for the sake of Allah. We are always mindful of the laws of Allah, as prescribed in the Qur'an and in the Sunnah of the Prophet Muhammad (Peace Be Upon Him), as well as being mindful of the laws of the country in which we live. We endeavour to represent our religion in the best possible way at all times.

Knowledge: It is our duty to seek knowledge and to share this with others, for the sake of Allah. We aim to further our own knowledge of Islam and to further the awareness of Islam within the UK, by showing it as the beautiful *deen* which we know it to be.

Community: We are members of the community, who work for the community. We do not work for individual gain, but for the pleasure of Allah, and to benefit the communities to which we belong.

Achievements and performance

During the year the Bereavement Fund, which was established in 2014, whose aims are to facilitate the observance of the last rites for members of the community and their families continued to gain prominence in the community. More subscriptions were made to this fund and support was provided to families that were in need of this service and support.

MKMA continued running of the Madrassah at the Islamic Centre, the maintenance of the websites - www.mkmuslims.org and www.ramadanfm.com, provision of Eid prayers and Ramadan community Iftar gatherings was not possible this year due to the pandemic.

Trustees' annual report (continued) For the year ended 31 December 2020

Achievements and performance (continued)

Since Sheikh Mustaffa has joined us as a headteacher, the MKMA has started adults Quran classes for tafseer and memorization.

For the second year running (sponsor a brick) continued as fundraising events .

In another year of the special Ramadan radio broadcast – Ramadan FM (RFM) MKMA engaged in outreach work with a mix of spiritual, factual and light entertainment programs. Through RFM MKMA strives to signpost local, national and international services or information to the community here in Milton Keynes as well as our listeners in towns and cities in the UK and abroad. The RFM project is delivered by volunteers continues to offer a unique platform for the young, youth and older members of the community to develop strong skills in planning, effective communication and time management.

Usually, HM Woodhill Prison in Milton Keynes and HM young offender institution make regular visits to the Centre as part of their staff training.

MKMA is enormously grateful for all the time and resources that more than 100 people donated during the year especially in making it possible to restart activities after lockdown.

Financial review

The Trustees do not have a specific reserves policy that states the maximum or minimum reserves that should be held. Unrestricted funds reserves are maintained to cover operating costs and to ensure continuity of projects. Restricted funds have a specific purpose and are held in anticipation of expenditure in relation to that purpose.

The Statement of Financial Activities shows net incoming resources of £101,640 for the year ended 31 December 2020 (2019: £199,123). Of this total, £82,391 (2019: £238,019) is restricted in its use for the MKICC project, zakat-ul-Fitr, the Bereavement Fund and other designated restricted activities as they arise. The remaining amount of £19,249 (2019: £38,896 deficit) is unrestricted and the Trustees consider that it is appropriate to hold the current level of cumulative reserves to be able to continue the Association's operations.

During the year, the voluntary donations to the MKICC fund were £89,640 (2019: £307,766).

MKMA did not undertake any grant-making activity directly but was able to assist other charities in their relief of poverty and suffering. Due to the pandemic, we were not actively making collections during the year for Zakat-ul-Fitr. These collections were handed to Families Relief. These funds are solely used for the relief of need and financial hardship of Muslims. The total collected was £70 (2019: £6,731).

Reserves

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the Trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the terms of a specific appeal or public collection of Zakat in accordance with the teachings of Islam.

Plans for the future

Having established the Islamic Centre, future plans of the MKMA cover the furtherance of the provision of services to and catering to the needs of the local community through the use of the Centre as a place of worship, learning and socialising. The MKMA is strengthening links with other community groups in order to improve and extend the services provided to the local community

Trustees' annual report (continued) **For the year ended 31 December 2020**

Structure, governance and management

Governing document

MKMA is governed by its Constitution and By-laws which were adopted on 28 February 2007 amended in June 2009 and amended again in February 2017; and is managed by its Trustees.

The structure of the MKMA comprises the Trustees and the Executive Committee. Throughout the year the Trustees have all been Executive Committee members and thus responsible for the governing of the MKMA. Other Executive Committee members hold the positions of Chairman, Secretary and Treasurer.

The Constitution and By-laws, as amended in February 2017 state that there shall be ten Trustees.

Appointment of Trustees

Additional persons may be appointed by the Trustees and Executive Committee, as deemed necessary in order to fulfil the aims and objectives of the MKMA. The duration of such appointments shall be determined by the Trustees and Executive Committee.

Organisation

The Board of Trustees often convenes meetings on short notice when required.

The Trustees have the power to convene a Shura (Advisory) Council; a body comprised of members of the community that provide support, advice and ideas for the work and development of the MKMA.

The work of the MKMA is undertaken by volunteers and supported by paid staff. Volunteers, including the Trustees and Executive Committee, all work for the MKMA voluntarily in their spare time and are requested to submit a Disclosure and Barring Service (DBS) check when they envisage helping the MKMA over a period of time. Such checks, however, are not always feasible for one-off events unless there is statutory regulation requiring them.

A complaints procedure was formalised as part of the changes which were made to the 2009 Constitution.

Related parties and co-operation with other organisations

None of our trustees receive remuneration or other benefit from their work with the charity. Any connection between a trustee of the Charity with a contracting party must be disclosed to the full Board of Trustees in the same way as any other contractual relationship with a related party. In the current year no such related party transactions were reported.

The MKMA's main related party is MKMA Limited, a company that was incorporated to act as a contracting party of the Association.

Risk management

The Trustees have assessed the nature of the risks the Charity faces. The Trustees consider and review these risks on a regular basis. The Trustees are satisfied that systems are in place to manage the risks identified.

In particular, insurance cover is in place and the finances of the MKMA are kept under review. Appropriate DBS checks, supported by regularly reviewed policies, are made for all those who work with children within the activities of the MKMA.

Trustees' annual report (continued) **For the year ended 31 December 2020**

Structure, governance and management (continued)

Procedures and policies

The Trustees have put in place a number of controls over cash collections, banking, donations, approval of spending and expenses. They review these controls to ensure that they are effective and amend them when necessary to safeguard the assets of the charity.

Reporting

The Treasurer will endeavour to publish accounts regularly. Amounts collected at Jumu'ah prayers are announced at the following week's Jumu'ah prayers.

Cash collection

All donation collection boxes during events organised by the MKMA are placed in public view at all times. Once the collection is complete, it is counted by an authorised person in the presence of another committee member. A record is then kept of the amount collected, signed and dated by the counter and checker. For donations received, except those directly placed in collection boxes, a receipt is issued to the donor.

Banking

All donations are banked using the charity's bank account paying-in books on the same day, if possible.

Withdrawals

All cash withdrawals or payments made by cheque of up to £100 must be authorised by any two committee members and can be signed for by the same committee members. Any withdrawals of more than £100 must be authorised by more than two members and can be signed by any two committee members.

Expenses

Any expenses must be paid for using the MKMA cheque book. If members of the MKMA incur pre-authorised costs these are reimbursed using the cheque book on production of an expense claim form and till receipt or equivalent paperwork.

Other collections

Collections for zakat, sadaqah, and other donations and charitable causes are counted separately, and a receipt issued to the donor, where practicable.

Trustees' annual report (continued) **For the year ended 31 December 2020**

Reference and administrative details

Registered charity

The full name of the charity is Milton Keynes Muslim Association ("MKMA"). The charity was registered with the Charity Commission on 11 October 2007. The registration number is 1121142.

Registered Address

Islamic Centre, Trubys Garden, Coffee Hall, Milton Keynes MK6 5HA.

Property and services

MKMA Limited, a related party, was incorporated as a contracting party for the Association for the construction of the Islamic Centre and for the discharging of other obligations. Accordingly, MKMA Limited owns the Islamic Centre from which the Association undertakes its operations.

Our history

The Milton Keynes Muslim Association (the "MKMA") was created in February 2007, following on from the successful activities of the Milton Keynes Juma'a Society (the "MKJS").

On 11 October 2007 the MKMA was registered as a charity with the Charity Commission of England & Wales.

From the time of its inception, the envisaged role of the MKMA has been and continues to be charitable work. The MKMA fosters links between all members of society both Muslim and non-Muslim and engages both the youth and older members of Milton Keynes society physically and spiritually. The aims of the MKMA are wide enough to allow for plenty of growth whilst enabling scope for many ideas which are beneficial for the Muslim community of Milton Keynes.

Going Concern

In the year there was no uncertainty in relation to the charity being a going concern.

Trustees

The following people acted as Trustees during the year and at the date of approval of this annual report:

A Abdullah
M Noor
M Sheikh
M M Ageli
S Ali
T Gueddar
M Hikal
A Labeeb
O Masuo
A Suleman (Resigned 5th August 2021)

No trustee had any beneficial interest in the Association.

Trustees' annual report (continued) **For the year ended 31 December 2020**

Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The Law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of the resources of the charity during the year. In preparing the financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- 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
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operational existence.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the Charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Independent Examiner

The Trustees asked Salman Maqbool to undertake the independent examination of the annual accounts.

Signed on behalf of the Trustees on 18th October 2021.

Mohamed Shiekh

Morad Hikal

Independent examiner's report to the Trustees of MKMA

I report to the Trustees on my examination of the accounts of Milton Keynes Muslim Association (MKMA) charity number: 1121142 for the year ended 31 December 2020, which are set out on pages 10 to 21.

Responsibilities and basis of report

As the Charity's trustees are responsible for the preparation of the accounts in accordance with the Charities Act 2011("the Act").

I report in respect of my examination of the Charity's accounts carried out under section 145 of the Charities 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 Charities Act, and

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. the accounting records were not kept in accordance with section 130 of the Charities Act; or
2. the accounts did not accord with the accounting records; or
3. the accounts did 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 order to enable a proper understanding of the accounts to be reached.



Salman Maqbool (FCA)
Adam Accounting Services Ltd
ICEAW
Milton Keynes
Dated: 18th October 2021

Statement of financial activities – Charity No 1121142
For the year ended 31 December 2020

	Note	Unrestricted funds £	Restricted funds £	Total funds 2020 £	Total funds 2019 £
Income resources					
Donations and legacies	3a	23,860	68,783	92,643	312,493
Charitable activities	3b	-	30,107	30,107	52,733
Other trading activities	3c	-	-	-	-
Investments	3d	-	167	167	90
Other incoming resources - Corona Virus Job Retention Scheme Grant		-	38,988	38,988	-
Total incoming resources		23,860	138,045	161,905	365,316
Resources expended					
Raising funds	4a	-287	-2,013	-2,300	-2,766
Charitable activities	4b	-	-91,792	-91,792	-106,875
Other	4c	34,254	427	33,827	-56,552
Total resources expended		33,967	-94,232	-60,265	-166,193
Net income/(expenditure) and net movement in funds for the year		57,827	43,813	101,640	199,123
Reconciliation of funds:					
Total funds brought forward 01.01.20		-44,643	2,213,783	2,169,140	1,970,017
Total funds carried forward 31.12.20		13,184	2,257,596	2,270,780	2,169,140

The Statement of Financial Activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.

**Balance sheet – Charity No 1121142
As at 31 December 2020**

	Note	2020 £	2019 £
Current assets			
Fixed Assets	10	1,648	590
Debtors	11	2,076,474	2,024,443
Cash at bank and in hand	12	193,777	155,317
		2,271,899	2,180,350
Current liabilities			
Creditors: amounts falling due within one year	13	-1,119	-11,210
		2,270,780	2,169,140
		2,270,780	2,169,140
The funds of the charity:			
	14		
Unrestricted funds		-25,394	-44,643
Restricted funds		2,296,174	2,213,783
		2,270,780	2,169,140

The notes on pages 12 to 21 form part of these accounts.

Approved on behalf of all the Trustees on 18th October 2021 by:

Mohamed Shiekh

Morad Hikal

**Notes to the accounts
For the year ended 31 December 2020**

1. Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as summarised below. They have been applied consistently throughout the year and in the preceding year.

a) Basis of preparation and assessment of going concern

The financial statements have been prepared on the historic cost convention and in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The presentation currency of these financial statements is sterling and all amounts have been rounded to the nearest £1.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

b) Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the Trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 a restatement of comparative items was needed. No restatements were required. There was no difference in the previously reported net income under the previous GAAP and FRS 102.

c) Recognition of income

Income is included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the income;
- any performance conditions attached to the item(s) of income have been met;
- it is probable that the income will be received; and
- the monetary value can be measured with sufficient reliability.

d) Fund accounting

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the Trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the terms of a specific appeal or public collection of Zakat in accordance with the teachings of Islam.

Further details of each fund are disclosed in note 13.

e) Matching income with related expenditure

Where income has related expenditure (as with fundraising or contract income) the income and related expenditure are reported gross in the SOFA, when practicable.

Notes to the accounts (continued)
For the year ended 31 December 2020

1. Accounting policies (continued)

f) Grants and donations

Grants and donations are only included in the SOFA when the general income recognition criteria are met (5.10 to 5.12 FRS102 SORP). Grants and donations are only included in the SOFA when the general income recognition criteria are met (5.10 to 5.12 FRS102 SORP).

g) Donated services

Identified donated services or facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. On receipt, donated services and facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

h) Tax reclaims on donations

Gift Aid reclaimable on donations to the charity is included in accordance with the income recognition policy.

i) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprise the costs of donation website support services and fundraising costs.
- Expenditure on charitable activities includes the costs of Madrassah, Ramadan FM radio project, community support services and collections for specified activities undertaken to further the purposes of the charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

j) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the charity's programmes and activities. These costs have been allocated between cost of raising funds, expenditure on charitable activities and other expenditure. The bases on which support costs have been allocated are set out in note 4.

k) Gifts in kind

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

Gifts in kind for sale or distribution are included in the accounts as gifts only when sold or distributed by the charity.

Notes to the accounts (continued)
For the year ended 31 December 2020

1. Accounting policies (continued)

l) Volunteer help

The value of any voluntary help received is not included in the accounts but is described in the Trustees' annual report.

m) Investment income

Investment income, which comprises bank interest, is included in the accounts when receivable; this is normally on notification of the interest paid by the bank.

n) Fixed assets

All assets costing more than £500 are capitalised. Depreciation on all equipment is charged on a straight line basis over 5 years.

o) Debtors

Amounts owed by related parties are recognised at the settlement amount due. The debtor balance has not been amortised with interest rate as the effect of the amortisation has not been considered material and due to religious observation.

p) Cash at bank and in hand

Cash at bank and cash in hand includes cash.

q) Creditors and provisions

Creditors where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount after allowing for any discounts due. The creditor balances have not been amortised with interest rate as the effect of the amortisation has not been considered material and due to religious observation.

r) Governance costs

Governance costs include costs of the preparation and examination of statutory accounts, the costs of trustee meetings and cost of any legal advice to Trustees on governance or constitutional matters.

s) Bad debt provision

A provision is made against debts that are judged to be doubtful.

2. Taxation

MKMA is a registered charity and accordingly is exempt from taxation on its income and gains where they are applied for charitable purposes.

Notes to the accounts (continued)
For the year ended 31 December 2020

3. Analysis of incoming resources

a) Income from donations and legacies

	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Donations	23,860	57,856	81,715	284,022
Gift aid received	-	7,758	7,758	21,740
Collections (Zakat-ul-Fitr)	-	70	70	5,031
Zakat-ul Mal & Sadaqa	-	3,100	3,100	1,700
	23,860	68,784	92,643	312,493

b) Income from charitable activities

	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Ramadan FM income	-	4,030	4,030	4,700
Madrassa fees	-	9,977	9,977	26,586
Bereavement fund	-	12,810	12,810	11,162
Other activities	-	-	-	8,400
Food Parcel/Bank Donations	-	3,290	3,290	1,885
Nikkah	-	-	-	-
	-	30,107	30,107	52,733

d) Income from investments and Other Income

	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Bank interest	-	167	167	90
	-	167	167	90

Notes to the accounts (continued)
For the year ended 31 December 2020

4. Analysis of expenditure

a) Raising funds

	Unrestricted funds	Restricted funds	Total 2020	Total 2019
	£	£	£	£
Donation support services	287	2,013	2,300	2,766
	<hr/>	<hr/>	<hr/>	<hr/>

b) Charitable activities

	Unrestricted funds	Restricted funds	Total 2020	Total 2019
	£	£	£	£
Madrasah				
Payments to teachers	-	23,058	23,058	24,709
Stationery and books	-	227	227	2,001
Madrasa - Other	-	-	-	240
Furniture	-	-	-	-
Training Cost	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	-	23,285	23,285	26,950
	<hr/>	<hr/>	<hr/>	<hr/>
Ramadan FM radio project				
Ofcom licences	-	2,640	2,640	2,570
Broadcasting equipment hire	-	1,800	1,800	1,800
Equipment purchases and other	-	-	-	-
Portakabin hire and insurance	-	-	-	-
Bad debt write-off	-	-	-	-
Application fees	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	-	4,440	4,440	4,370
	<hr/>	<hr/>	<hr/>	<hr/>
Hall hire	-	-	-	-
Bereavement and funeral expenses	-	5,323	5,323	7,806
Printing, stationery and books	-	-	-	-
Community and educational events	-	-	-	9,400
Payroll costs (note 8)	-	54,477	54,477	52,755
	<hr/>	<hr/>	<hr/>	<hr/>
	-	59,800	59,800	69,961
	<hr/>	<hr/>	<hr/>	<hr/>

Notes to the accounts (continued)
For the year ended 31 December 2020

4. Analysis of expenditure (continued)

b) Charitable activities (continued)

	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Expenditure for specified activities:				
Zakat-ul-Fitr	-	-	-	5,031
Food Parcels/Bank	-	4,267	4,267	562
Other sponsorship grants	-	-	-	-
	<u>-</u>	<u>4,267</u>	<u>4,267</u>	<u>5,593</u>
Total Expenditure on Charitable activities	<u>-</u>	<u>91,792</u>	<u>91,792</u>	<u>106,874</u>

c) Other

	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Public liability insurance	350	1,923	2,273	1,946
Utilities	-	7,146	7,146	12,486
Consumables	-	-	-	63
Webhosting and communications	999	-175	824	1,342
Accounting software and services	250	661	911	998
Courses	-	-	-	-
Rates and council tax	-	-	-	-3,261
Membership and subscriptions	-	545	545	500
Other costs	997	-	997	1,543
Building and grounds maintenance	-	719	719	8,022
Solicitors Fees	-35,850	-	-35,850	32,913
Equipment Centre	-	-	-	-
Subsistence	-	903	903	-
Depreciation Expense	-	202	202	-
Early Settlement Discount *	-	-12,497	-12,497	-
	<u>-33,254</u>	<u>-573</u>	<u>-33,827</u>	<u>56,552</u>

* Early Settlement Discount relates to discount given on land purchase instalments paid before agreed date.

5. Governance costs

In the year, included within other expenditure are fees for the independent examination of these accounts of £250 (2019: £250). No other costs were incurred in the current or prior year relating to the governance of the MKMA.

Notes to the accounts (continued)
For the year ended 31 December 2020

6. Trustees and other related party transactions

No Trustees received any remuneration in respect of their responsibilities as Trustees.

7. Fees for examination or audit of the accounts

2020	2019
£	£
363	363

8. Staff costs

The MKMA did not employ any staff during the year (2019: none). In discharging its charitable duties and obligations MKMA received people services through the employees of MKMA Limited, a related party of MKMA. During the year the services of 5 individuals (2019: 5) were received by the MKMA. These individuals provided services in cleaning and caretaking: 3 individuals (2019: 3); clerical and administrative services: 2 individuals (2019: 1). The costs of these employees of MKMA Limited of £54,477 (2019: £52,755) were recharged to MKMA. These costs are disclosed in note 4b. This year the Coronavirus Job Retention Scheme (CJRS) grant was claimed from HMRC to the value of £38,988 (2019:£0.00); this has been recorded as Other Income.

Payments were made to some teachers of the Madrassah during the year in recognition of the contribution they made amounting to £23,058 (2019: £24,709). No amounts were reimbursed specifically for travelling expenses (2019: £nil).

9. Donated services

MKMA receives free services from many members of the local community which are not recorded in the accounts on the grounds that it is not possible to value the services accurately. These services have not been paid for and are not material to the accounts of the charity. They include architectural, graphics, legal, accounting, religious leadership, consultancy, teaching, event organisation and catering services amongst others.

Notes to the accounts (continued)
For the year ended 31 December 2020

10.	Mosque Equipment £
Cost	
As at 01.01.2020	590
Additions	1260
Disposals	-
At 31.12.2020	<u>1850</u>
Depreciation	
As at 01.01.2020	-
Depreciation for year	202
Disposals	-
At 31.12.2020	<u>202</u>
Net Book Value	
At 31.12.2020	<u>1648</u>
At 31.12.2019	<u>590</u>

11. Debtors

	2020 £	2019 £
Amounts owed by related parties	2,078,122	2,024,443
	<u>2,078,122</u>	<u>2,024,443</u>

12. Cash at bank and in hand

	2020 £	2019 £
Cash in hand	540	540
Cash at bank	193,237	154,778
	<u>193,777</u>	<u>155,318</u>

Notes to the accounts (continued)
For the year ended 31 December 2020

13. Creditors: amounts falling due within 1 year

	2020	2019
	£	£
Other loans	-	10,000
Accruals	1,119	1,210
	<u>1,119</u>	<u>11,210</u>

Other loans comprise amounts loaned to the MKMA under interest free, variable repayment term arrangements as *Qard Hasanat*.

14. Analysis of funds

Unrestricted funds

Unrestricted funds show the income and costs relating to the wide range of activities undertaken by MKMA. These are detailed in the Trustees' annual report and accounts.

The Madrassah, though not designated as a restricted fund, has its own bank account separate from that of the MKMA general funds and the MKICC restricted funds.

Restricted funds

Restricted funds are to be used only for the following specific purposes:

MKICC - donations have been received from members of the Muslim community in Milton Keynes and others. These donations are restricted in their use for the purpose of settling costs of the MKICC.

Collections made on behalf of other charities (including Zakat-ul-Fitr) - collections were handed to a chosen Muslim humanitarian charity. These funds are solely used for the relief of need and financial hardship of Muslims.

Funds raised for the Bereavement Fund are used solely for the purpose of observance of last rights for members and their families.

Notes to the accounts (continued)
For the year ended 31 December 2020

14. Analysis of funds (continued)

	1 January 2020 £	Income £	Expenditure £	31 December 2020 £
Unrestricted funds				
MKMA general fund	-63,612	23,860	33,967	-25,394
	<u>-63,612</u>	<u>23,860</u>	<u>33,967</u>	<u>-25,394</u>
Restricted funds				
MKICC	2,171,066	104,768	-55,916	2,243,777
Bereavement fund	37,376	12,810	-5,323	44,863
Madrassah	21,879	9,977	-24,285	4,722
Ramadan FM radio project	-2,910	4,030	-4,440	
Zakat-ul-Fitr	4,652	70	-	
Zakat-ul Mal & Other	689	6390	-4267	2,812
Rounding			-1	
	<u>2,232,752</u>	<u>138,045</u>	<u>-94,232</u>	<u>2,296,174</u>
Total funds	<u>2,169,140</u>	<u>161,905</u>	<u>-60,265</u>	<u>2,270,780</u>

Other restricted funds movements in the year were in respect of donations received for Zakat-ul Mal and Food Bank Donations

Details of material fund held and movements in the previous year

	1 January 2019 £	Income £	Expenditure £	31 December 2019 £
Unrestricted funds				
MKMA general fund	-27,794	8,506	-44,324	-63,612
Madrassah	23,287	26,586	-27,994	21,879
Ramadan FM radio project	-1,240	2,700	-4,370	-2,910
	<u>-5,747</u>	<u>37,792</u>	<u>-76,688</u>	<u>-44,643</u>
Restricted funds				
MKICC	1,939,490	307,766	-76,190	2,171,066
Bereavement fund	34,020	11,162	-7,806	37,376
Zakat-ul-Fitr and sadaqa	1,565	8596	-5,509	4,652
Other	689	-	-	689
	<u>1,975,764</u>	<u>327,524</u>	<u>-89,505</u>	<u>2,213,783</u>
Total funds	<u>1,970,017</u>	<u>365,316</u>	<u>-166,193</u>	<u>2,169,140</u>

Notes to the accounts (continued)
For the year ended 31 December 2020

15. Related party transactions

MKMA Limited

During the year the MKMA had transactions with MKMA Limited (the Company). The Company was incorporated and established as a contracting party for the MKMA for the construction of the MKICC and the furtherance of the charitable objectives of MKMA. The Company provided employee services to MKMA whilst MKMA collected rental income on behalf of the Company.

Donations from the public and the community are received by the MKMA, which then makes the funds available to the Company to settle the construction and other liabilities as they fall due.

The directors of the Company are appointed from and by the Trustees and Executive Committee of the Milton Keynes Muslim Association. As at 31 December 2020, the Association had made net payments to contractors and suppliers on behalf of the Company of £2,078,122 (2019: £2,025,033).

Madrassah

During the year Z Saleem, the spouse of one of the Trustees, received £nil (2019: £nil) for teaching services provided to Madrassah pupils.