

Registered Charity Number: 1129781

Financial
Statements
for the
year ended

December 31

2022

Islamic Cultural Society Luton Mosque

Report of the Trustees for the year ended 31 December 2022

The trustees present their annual report and unaudited financial statements for the year ended 31 December 2022 and confirm they comply with Charities Act 1993, as amended by Charities Act 2006, the trust deed and the Charities SORP 2005.

Reference and Administrative Information

Charity Name	Islamic Cultural Society Luton Mosque
Charity Registration Number	1129781
Principal Office	2 Westbourne Road Luton LU4 8JD
Custodians	Chaudry Amin Mohammed Iqbal Mahboob Khan
Principal Administrators	Mohammed Shafait (President) Tanvir Munir, Ifraz Iqbal (from 22/03/23) (Secretary) Mohammed Saleem (Treasurer)

Trustees

Mohammed Shafait	Asrar Sadiq
Punno Khan	Shaker Ali
Mohammed Saleem	Safeer Khan
Amjid Hussain	Tariq Aziz
Yasar Hussain	Arshad Yasin
Nisar Ahmed	Arif Khan
Mohammed Rizwan	Usman Azim
Hamza Ahmad (Stood down 06.11.22)	Javed Akhter
Basharit Ali (Stood down 06.11.22)	Mohammed Arif (appointed 06.11.22)
Mohammed Qurban	Ramaiz Khan
(Stood Down 06.11.22) (appointed 22.03.23)	(appointed 06.11.22) (Resigned 20.03.23)
Tanvir Munir (Resigned 05.03.23)	Sajid Sarfraz (appointed 22.03.22)
Imran Khan (Resigned 21.03.23)	Mohammed Nisar (appointed 22.03.23)
Tayyab Raja (Resigned 02.07.23)	Mahmud Ahmad (appointed 02.07.23)
Ifraz Iqbal (appointed 06.11.22)	

Accountants	RCi Chartered Accountants and Business Advisors Windsor House 9-15 Adelaide Street, Luton LU1 5BJ
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Bankers	Barclays Bank plc 28 George Street, Luton LU1 2AE
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Structure, governance and management

Governing document

Islamic Cultural Society Luton Mosque is constituted as a charitable trust registered with Charity Commission on 21 May 2009 under charity registration number 1129781. Its constitution was established by an order of the High Court of Justice on 31 July 1997; as amended on 12 December 1999, 19 October 2008 and 26 April 2009.

Organisational structure

The charity trustees are responsible for the general control and management of the charity. The trustees give their time freely and receive no remuneration or any other financial benefits.

The trustees meet together as a body monthly and are responsible for all decisions taken in relation to running the Mosque and the community facilities and activities provided by the charity. To assist in the smooth running of the charity the trustees have set up sub-committees that help them oversee certain aspects of the organization's work.

Appointment of trustees

In accordance with the constitution the general members elect 21 trustees for periods of four years.

Objectives

The objectives of the charity are set out in the charity's trust deed and are summarized as follows:

- To maintain and administer the Mosque as a place for religious worship in accordance with the beliefs and practices of Ahle Sunnat-Wal-Jamaat Brehlvi thought;
- To advance the religion of Islam in accordance with the beliefs and practices of Ahle Sunnat-Wal-Jamaat Brehlvi thought;
- To arrange for the conduct of religious worship and religious ceremonies relating to births, marriages and death;
- To advance Islamic education among the whole Muslim community of Luton both children and adults;
- To promote by such means as are charitable, racial and religious harmony and to foster good relations between Muslims of Luton and other racial ethnic and religious communities and organizations.

Activities and achievements

How our activities deliver public benefit

A wide range of activities are carried out in pursuance of its charitable aims. The trustees consider that these activities, summarized below, provide benefit both to those who worship at our Mosque and the wider community of Luton.

Religious activities

The Mosque provides facilities for prayers, worship and other activities associated with the Muslim faith. During the year under review we offer a range of religious services and activities.

Prayers: The Mosque is open for prayers five times a day and is well attended throughout the week.

Festivals: The organisation celebrates all the major events of the Islamic faith, including Ramadan, Eid-ul Adha and Eid-ul Fitr and the birth of Prophet Muhammed (Peace be upon him).

Other key activities of the centre include Funeral services, Civil marriage and Nikah, Quran classes, administration and advice on Zakat, programmed on the Quran, and Islamic awareness.

Community activity

Health seminars and consultations

Community English Teaching

Principal funding sources

The principal sources of funds for the centre are collections and donations from the membership and the general public.

Plans for the future period

The charity has obtained planning permission to construct a new building to extend its current facilities and services to its membership and the community.

Statement of Trustees' responsibilities

Trustees are responsible for preparing an annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (UK GAAP).

The applicable to charities in England and Wales requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of incoming resources and application of resources of charity for that period. 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 responsible and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in financial statements;
- Prepare financial statements on the going concern basis unless it is inappropriate to presume that the charity will not continue in business.

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The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that financial statements comply with the Charities Act 1993, The Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence taking responsible steps for the prevention and detection of fraud and other irregularities.

The trustees for the purpose of charity law who served during the year and up to the date of this report are set out on page 1.

Approved by the trustees and signed on its behalf by:

Mohammed Shafait
President of Trustees

Date: October 20th, 2023

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Statement of Financial Activities For the period 1 January 2022 to 31 December 2022

Particulars	Note	Unrestricted Funds (£)	Restricted Funds (£)	Total (£)
Incoming resources				
Incoming resources from generated funds:	3			
Voluntary income:				
Friday prayers		534,591	-	534,591
Others		230,678		230,678
Sub total		765,269	-	765,269
Investment income		30,600	-	30,600
Activities for generating funds		-	-	-
Income resources from charitable activities		-	-	-
Total incoming resources		795,869	-	795,869
Resources expended				
Cost of generating funds:		-	-	-
Charitable activities	4	513,698		513,698
Governance costs:		-	-	-
Total resources expended		513,698	-	513,698
Net movement in funds		282,171	-	282,171
Reconciliation of funds:				
Total funds brought forward		7,158,866	-	7,158,866
Total funds carried forward		7,441,037	-	7,441,037

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Balance Sheet as at 31 December 2022

Particulars	Note	Amount (£)	Amount (£)
Fixed assets			
Tangible assets	6		7,073,391
Current assets:			
Debtor less than a year		5,881	
Cash at bank and in hand		1,072,707	
Total Current assets		1,078,588	
Current liabilities			
Creditors falling due within one year	7	(616,727)	
Net current assets			461,862
Non Current Liabilities			
Creditors falling due after one year	8		(94,216)
Net assets			7,441,037
The funds of the charity:			
Unrestricted funds	10		7,441,037
General funds			
Total unrestricted funds			7,441,037
Restricted income funds			
Total charity funds:			7,441,037

The notes at pages 8 to 11 form part of these accounts

Approved by the trustees on date and signed on their behalf by:

Mohammed Saleem
Treasurer

Date: October 20th, 2023

Notes to financial statements

1. Accounting policies

(a) Basis of preparation

The financial statements have been prepared under the historical cost convention. The financial statements have been prepared in accordance with Statement of Recommended Practice: Accounting and Reporting by Charities (SORP 2005) issued in 2005 and applicable UK Accounting Standards and the Charities Act 1993.

(b) Funds structure

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 at any time and under the terms for public collection of Zakat in accordance with the teachings of Islam.

(c) Incoming resources

All incoming resources are recognised once the charity has entitlement to the resources, it is certain that the resources will be received, and the monetary value of incoming resources can be measured with sufficient reliability. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of donations at Friday prayers and grants and is included in full in the statement of Financial Activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Incoming resources from grants, where there are performances or services deliverables required by the terms of the grant, are accounted for as the charity earns the right to payment through its performance. Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided are in the nature of professional services where a fee would otherwise be charged, in which the donated service is valued at their chargeable rate.

Investment income is included when receivable.

Incoming resources from charitable trading activity is accounted for when earned.

(d) Resources expended

Liabilities are recognized as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

(e) Irrecoverable VAT

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

(f) Allocation of overhead and support costs

Supports costs include administrative cost for charitable activities.

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(g) Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both the direct pay and non-pay costs and support costs relating to those activities.

(h) Tangible fixed assets and depreciation

All assets costing more than £500 are capitalised and at historic cost. Fixed assets are stated at cost less accumulated depreciation. The freehold property is valued at historic cost and it is not depreciated.

Asset category	Annual rate
Freehold land and buildings	nil
Fixtures and fittings	15%
Motor Vehicle	20%

2. Related party transactions and trustees' remuneration

Trustees received no emoluments (2021 £nil)

3. Incoming resources from voluntary income

Particulars	Unrestricted funds (£)	Restricted funds (£)	Total (£)
Friday collection	534,591	-	534,591
Other collection:			
Other collection	107,207	-	107,207
Children fees	118,470	-	118,470
Khidmat Rent	15,600	-	15,600
Fountain Bookshop rent	15,000	-	15,000
Government Grant	5,000	-	5,000
Total	795,869	-	795,869

4. Charitable activities support costs

Particulars	Charitable activities (£)
Wages and salaries (including Employer NIC)	358,274
Accountancy Fees	4,000
Legal and Professional Fees (Allowable)	9,562
Rates & Water	3,993
Light, Heat & Power	31,671
Motor & Travel Expense	3,517
Bank & Credit Card Charges	2,259
Depreciation Charge: Motor Vehicles	5,048
Depreciation Charge: Fixtures & Fittings	26,138
General Insurance	4,338
Computer Expenses	885
Repairs & Maintenance	54,238
Stationery & Postage	1,600
Telephone, Fax & Internet	2,051
Donations	4,100
Books Purchased	2,024
Total	513,698

5. Corporation tax

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the charity.

6. Fixed Assets: tangible assets

Particulars	Freehold property (£)	Motor Vehicle (£)	Fixtures and fittings (£)	Total (£)
Cost/value				
At 1 January 2022	6,670,339	35,215	235,096	6,940,650
Additions	-	-	278,451	278,451
Disposals			-	-
At 31 December 2022	6,670,339	35,215	513,547	7,219,101
Depreciation				
At 1 January 2022	-	9,973	104,551	114,524
Charge for year	-	5,048	26,138	31,186
on Disposals				-
At 31 December 2022	-	15,021	130,689	145,710
Net Book Value				
At 31 December 2022	6,670,339	20,194	382,858	7,073,391

7. Analysis of creditors falling due within one year

Particulars	Amount (£)
Paye	3,286
Accrued Expense	7,120
Wages Control	3,281
Qarz-e-Hasana	475,500
QTEC Engineering	129,540
Superior UK Automotive Ltd	-2,000
Total	616,727

8. Analysis of creditors falling due after one year

Particulars	Amount (£)
Death Committee Deposits	29,127
Funeral Services Deposits	65,088
Total	94,216

9. Analysis of net assets between funds

Particulars	Unrestricted funds (£)	Restricted funds (£)	Total (£)
Fixed assets	7,073,391	-	7,073,391
Current assets	1,078,588	-	1,078,588
Current liabilities	(616,727)	-	(616,727)
Non Current liabilities	(94,216)	-	(94,216)
Total	7,441,037	-	7,441,037

10. Analysis of charitable funds:

Analysis of Fund movements	Balance b/fwd (£)	Incoming resources (£)	Resources expended (£)	Fund c/fwd (£)
Unrestricted funds:				
Unrestricted general funds	7,158,866	795,869	(513,698)	7,441,037

Independent Examiner's Report to trustees/members of Islamic Cultural Society Luton Mosque

We have examined the financial statements for the period 1 January 2022 to 31 December 2022 found on pages 6 to 11 which have been prepared on the basis of historic cost. The Trustees have confirmed that they do not hold any restricted funds and that all the funds are available to meet the charity's objectives.

Respective Responsibilities of Trustees and Examiner

The charity's trustees consider that an audit is not required for this year (under section 43 (2) of the Charities Act 1993) and that an independent examination is needed.

It is our responsibility to:

- Examine the accounts;
- Follow the procedures laid down in the General Directories given by the Charity Commission; and
- State whether particular matters have come to our attention.

Basis of Independent Examiner's Statement

Our examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently we do not express an audit opinion on the accounts.

Independent Examiner's Statement

In the course of our examination, no matter has come to our attention:

- 1) Which gives us reasonable cause to believe that in, any material respect, the trustees have not met the requirements to ensure that proper accounting records are kept (in accordance with section 41 of the Act) and accounts are prepared which agree with the accounting records and comply with the accounting requirements of the Act;
- 2) To which, in our opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.
- 3) To cause us to believe that the accounts do not accord with the records.

For emphasis

The Independent Examination carried out and reported on has been done TOTALLY FREE OF CHARGE. The accounting fees contained within the accounts solely relate to payroll services.

Independent Examiner's Name: Dr M S I Choudhury, PhD, FCA

Relevant professional qualification or body: ICAEW

Address: Windsor House, 9-15 Adelaide Street, Luton, LU1 5BJ

Date: October 20th, 2023

Approval of Accounts

We hereby approve the attached accounts for the period ended 31 December 2022 and confirm that we have supplied all the information and explanations required for these accounts.

Mohammed Saleem
Treasurer

Date: October 20th, 2023