

INSPIRING GRACE
TRUSTEES' REPORT AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2022

INSPIRING GRACE

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INSPIRING GRACE

REFERENCE AND ADMINISTRATIVE DETAILS FOR THE YEAR ENDED 31 JULY 2022

Trustees	Anisa Rasul Mazaffar Iqbal Rauf (resigned 1.9.21) Muhammad Umar Iqbal Tahir Hussain Anwar Mohammed Amad (resigned 1.10.21)
Principal address	172 Regent St Nelson BB9 8SG
Registered charity number	1158044
Independent examiner	Riley Moss 2018 Limited Riley House 183-185 North Road Preston Lancashire PR1 1YQ

The trustees present their report with the financial statements of the charity for the year ended 31 July 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Objectives and activities

The objectives of the trust as set out in its governing document are:

- 1) The prevention of relief of poverty in Pendle, Lancashire and the surrounding area through the provision of essential food items to individuals and families in need.
- 2) The advancement of education through providing educational courses which promote, sustain and increase individual and collective knowledge and understanding on topics related to Islamic theology, jurisprudence and spirituality.
- 3) To advance the Islamic Faith through the holding of weekly prayer meetings where people gather to sing Islamic hymns in praise of God and the Prophet Muhammad (PBUH)
- 4) The promotion of community participation in healthy recreation for the benefit of the inhabitants of Pendle, Lancashire and surrounding area.

Achievement and performance

Charitable activities

It has been another challenging year for the charity due to the pandemic which has caused disruption to many of our services, but it has also allowed us to focus on and develop new projects particularly on online platforms. We have thus begun a number of online courses related to both religious and social matters, which have had an excellent reception on both a local and national level. We have also continued to expand on our food poverty projects, seeking to find new and innovative ways to assist others in these difficult times. The latter part of the year, particularly since April, has seen a lessening of the restrictions which has allowed us to resume in person activities, particularly for children. Swimming classes resumed, as did the Scouts programme and summer holiday programmes for 5-11 year olds.

We were also able to re-establish educational provision and activities for 0-5 year olds through the establishment of weekly Forest School activities centred around meaningful play in natural settings and also Spoken Arabic activities.

Financial review

Financial position

Monthly figures are submitted by respective heads of each area (food, sports, education etc.) between days 1 and 5 at the start of each month. The figures are checked against the monthly bank statement by the treasurer and queried/corrected if necessary. Restricted funds are carefully monitored with spreadsheets in place to monitor the expenses in line with the income for the respective restricted pot.

Reserves policy

It is the policy of the charity to maintain unrestricted funds at a minimum level. This provides sufficient funds to cover management and administration and support costs.

Future plans

We will continue to develop existing projects, particularly the Scouts and Swimming activities, with a view to training up more leaders and instructors so we can expand our provision. We will also hope to develop offering classes both online and in person to children and adults alike.

Structure, governance and management

Inspiring Grace is a registered UK Charity under charity number 1158044. It is an unincorporated charity. The governing document is a Trust Deed. The trustees named on page 1 have served throughout the year. The trustees have the power to appoint any person to be a trustee in accordance with the provisions of the Trust Deed. An appointed trustee holds office within the limits permitted by law.

INSPIRING GRACE

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 JULY 2022**

Approved by order of the board of trustees on 27 June 2023 and signed on its behalf by:

Tahir Hussain Anwar - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF INSPIRING GRACE

Independent examiner's report to the trustees of Inspiring Grace

I report to the charity trustees on my examination of the accounts of Inspiring Grace (the Trust) for the year ended 31 July 2022.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by Section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Farook Patel FCA

Riley Moss 2018 Limited
Riley House
183-185 North Road
Preston
Lancashire
PR1 1YQ

27 June 2023

INSPIRING GRACE

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 JULY 2022

		Unrestricted funds £	Restricted fund £	2022 Total funds £	2021 Total funds £
	Notes				
Income and endowments from					
Donations and legacies		<u>114,387</u>	<u>1,778</u>	<u>116,165</u>	<u>251,418</u>
Expenditure on					
Raising funds		11,097	-	11,097	39,612
Charitable activities	2				
Charitable activities		<u>91,071</u>	<u>73,232</u>	<u>164,303</u>	<u>129,041</u>
Total		<u>102,168</u>	<u>73,232</u>	<u>175,400</u>	<u>168,653</u>
NET INCOME/(EXPENDITURE)		12,219	(71,454)	(59,235)	82,765
Transfers between funds	6	<u>(71,454)</u>	<u>71,454</u>	<u>-</u>	<u>-</u>
Net movement in funds		<u>(59,235)</u>	<u>-</u>	<u>(59,235)</u>	<u>82,765</u>
Reconciliation of funds					
Total funds brought forward		179,182	-	179,182	96,417
Total funds carried forward		<u><u>119,947</u></u>	<u><u>-</u></u>	<u><u>119,947</u></u>	<u><u>179,182</u></u>

The notes form part of these financial statements

INSPIRING GRACE

BALANCE SHEET 31 JULY 2022

	Notes	Unrestricted funds £	Restricted fund £	2022 Total funds £	2021 Total funds £
Current assets					
Cash at bank		120,277	-	120,277	179,512
Creditors					
Amounts falling due within one year	5	(330)	-	(330)	(330)
Net current assets		<u>119,947</u>	<u>-</u>	<u>119,947</u>	<u>179,182</u>
Total assets less current liabilities		119,947	-	119,947	179,182
NET ASSETS		<u>119,947</u>	<u>-</u>	<u>119,947</u>	<u>179,182</u>
Funds	6				
Unrestricted funds				<u>119,947</u>	<u>179,182</u>
Total funds				<u>119,947</u>	<u>179,182</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 27 June 2023 and were signed on its behalf by:

Anisa Rasul - Trustee

Tahir Hussain Anwar - Trustee

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2022**

1. Accounting policies

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Voluntary income is received by way of grants, donations and gifts 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.

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included.

Gifts donated for resale are included as incoming resources within activities for generating funds when they are sold.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2022

2. Charitable activities costs

	Direct Costs £	Support costs £	Totals £
Charitable activities	<u>163,943</u>	<u>360</u>	<u>164,303</u>

3. Trustees' remuneration and benefits

There were no trustees' remuneration or other benefits for the year ended 31 July 2022 nor for the year ended 31 July 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 July 2022 nor for the year ended 31 July 2021.

4. Staff costs

	2022 £	2021 £
Wages and salaries	<u>11,097</u>	<u>39,612</u>
	<u>11,097</u>	<u>39,612</u>

The average monthly number of employees during the year was as follows:

<u>2022</u>	<u>2021</u>
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No employees received emoluments in excess of £60,000.

5. Creditors: amounts falling due within one year

	2022 £	2021 £
Other creditors	<u>330</u>	<u>330</u>

6. Movement in funds

	At 1.8.21 £	Net movement in funds £	Transfers between funds £	At 31.7.22 £
Unrestricted funds				
Unrestricted funds	179,182	12,219	(71,454)	119,947
Restricted funds				
Restricted funds	-	(71,454)	71,454	-
TOTAL FUNDS	<u>179,182</u>	<u>(59,235)</u>	<u>-</u>	<u>119,947</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2022

6. Movement in funds - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted funds	114,387	(102,168)	12,219
Restricted funds			
Restricted funds	1,778	(73,232)	(71,454)
TOTAL FUNDS	<u>116,165</u>	<u>(175,400)</u>	<u>(59,235)</u>

Comparatives for movement in funds

	At 1.8.20 £	Net movement in funds £	Transfers between funds £	At 31.7.21 £
Unrestricted funds				
Unrestricted funds	37,889	155,653	(14,360)	179,182
Restricted funds				
Restricted funds	58,528	(72,888)	14,360	-
TOTAL FUNDS	<u>96,417</u>	<u>82,765</u>	<u>-</u>	<u>179,182</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted funds	242,042	(86,389)	155,653
Restricted funds			
Restricted funds	9,376	(82,264)	(72,888)
TOTAL FUNDS	<u>251,418</u>	<u>(168,653)</u>	<u>82,765</u>

Restricted Funds - This comprises of 3 restricted funds received for the various purposes which all related to the objectives and activities of the charity.

7. Related party disclosures

There were no related party transactions for the year ended 31 July 2022.

INSPIRING GRACE

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 JULY 2022

	2022 £	2021 £
Income and endowments		
Donations and legacies		
Gifts	(1)	(1)
General donations	66,100	81,163
Gift aid	20,209	-
Sports course fees	-	1,215
Other Income	9,397	26,844
S Club	1,216	-
Building Fund	1,757	1,180
Swimming	70	-
Scouts & Activities	12,568	-
Lancs BME Work	750	-
Nature Warriors	200	-
Pennine Oaks Wycoller	2,030	-
Summer Camp	828	-
Zakat	20	2,197
CCG 2020	-	6,000
StreetGames	500	-
Groundwork	-	3,000
Comm Foundation	-	17,472
COVID 19 Response	-	9,540
The Waste & Reso Wrap	-	14,172
UK Community Fund	-	10,370
Active Lancs	-	5,352
Lancs CCAP	-	8,958
Pro Project Sadaqah Foodbank	-	375
Black Training and BTEG Covid	-	5,400
Local Giving	521	15,221
Independent Food A Covid	-	1,000
Scouts Association	-	6,900
CIN	-	17,900
CAF	-	10,400
Director of Soc Refund	-	6,360
Building Bridges Pen PFA	-	400
	<u>116,165</u>	<u>251,418</u>
Total incoming resources	116,165	251,418
Expenditure		
Other trading activities		
Wages	11,097	39,612
Charitable activities		
Charitable activities	30,736	39,447
Storage	2,850	-
Carried forward	33,586	39,447

INSPIRING GRACE**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 JULY 2022**

	2022	2021
	£	£
Charitable activities		
Brought forward	33,586	39,447
Sports	8,230	2,220
Rent	3,040	-
Services	37,543	-
Scouts	8,312	-
Zakat	4,982	1,000
Foodbank	68,250	76,391
CCG 200	-	2,182
Awards for All	-	1,725
PCC Grant	-	1,456
Dulverton Trust	-	510
WRAP 2	-	4,000
	<u>163,943</u>	<u>128,931</u>
Support costs		
Governance costs		
Accountancy and legal fees	<u>360</u>	<u>110</u>
Total resources expended	<u>175,400</u>	<u>168,653</u>
Net (expenditure)/income	<u>(59,235)</u>	<u>82,765</u>