

Multicultural Community Centre c/o

70 Durban Road West, Watford, WD18 7DS

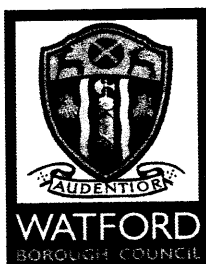
Serving Watford's Communities Since 1985

Telephone: 01923 220136 Website: www.mcccwatford.co.uk Email: admin@mcccwatford.co.uk

Charity #1165012

ANNUAL REPORT 2022 - 2023

**Presented to the Annual General Meeting
Friday 01 December 2023**



AGENDA

2023 Annual General Meeting

Friday 01 December 2023 at 7:00 p.m.

- 1) Welcome, Attendees & Apologies –
Khaleel Chowdhree, Chair, Trustees' Management Committee.
- 2) Conflict of Interest - Declaration of Conflict of Interests that might
'clash /bias/prejudice' with any MCCC business.
- 3) Introduction to Guests, MCCC Trustees and Staff.
- 4) Minutes of 2022 AGM for adoption previously reviewed and approved
by the Trustees' Management Committee.
- 5) Report – Chair, Trustees' Management Committee,
Khaleel Chowdhree,
- 6) MCCC Financial Report – Hon. Treasurer, Trustees' Management
Committee, Anwer Piracha.
- 7) Presentation & Adoption of Annual Report 2022-2023 including
independently examined accounts to 31/03/2023.
- 8) Appointment of Independent Examiner - Howard Wilson, Chartered
Accountants
- 9) Address by Chief Guest.
- 10) Any Other Notified Business.
- 11) Questions – Answers.
- 12) Refreshments and informal discussions and networking.
- 13) Vote of Thanks to all the attendees and formal closure of the 2023
AGM –
Mrs Sharifa Chaudry, Vice Chair, Trustees' Management Committee.

Report - Chair, Trustees' Management Committee
M. Khaleel Chowdhree

In May 2023, I was unanimously elected as the Chair of the Trustees' Management Committee, in addition to being the Chair of the Development Committee.

Mrs Sakina Janjali, a Trustee, left us for personal reasons, and we thank her for her services and wish her well.

I am pleased to report that five new volunteers have joined as Trustees, bringing diversity and a wide range of experiences and skills to the Management Committee, making the decision-making process more robust and inclusive. The Board now has nine Trustees.

I am glad to report that after a meeting with Lianne Maltman (Manager and Owner, Precious Play days), the Playdays Preschool will stay, and the nursery will continue at the MCCC premises.

We welcome a new Elders Group "Live & Learn Club" for over 65's that has started at the Centre on Wednesdays, from 11am to 2pm.

After the "shutdown" during the Covid-19 pandemic, the User Groups have returned, and bookings are almost full.

Over the past year, we have faced many challenges, but we have also achieved many successes. Last winter, MCCC encountered a significant challenge when the heating system intermittently broke down. I am pleased to report that the boiler functionality has been restored and working, and a Hive thermostat has been installed to give better control over the heating from the smart mobile app instead of going down to the basement to manually reset/operate the boiler. Two Smart Floor-standing Fan Heaters have been purchased to supplement heating, as and when necessary, in the Conference Room for the nursery.

The Development Committee Members, in conjunction with the Staff, continued to invest to ensure that facilities are well-maintained and up to date, which is crucial for keeping the premises safe, clean, and welcoming. We have made significant renovations and repairs, including fitting five new double-glazed casement windows in the kitchen and toilets.

I would like to thank and complement Watford Borough Council, Watford & Three Rivers Trust, User Groups, and our Trustees and Staff for their continued patronage in keeping this Community Centre running orderly and efficiently.

Our motto is "Let's make it better".

Report - Vice Chairperson, Trustees' Management Committee
Mrs Sharifa Chaudry

As Vice Chair of the Multi-Cultural Community Centre (MCCC), I am delighted to have the opportunity to reflect on the past year's success of the community centre.

For almost two decades, MCCC has continued to provide high quality services at affordable prices to the local community. Whilst we welcome new bookings, it is a testament to the consistency in delivery that we have also retained so many previous users. Indeed, I am reminded about this enduring presence when I meet young parents who previously used the Community Centre as children and now bring their own children to attend sessions.

Delivering for the community means it is important we work with the community. I am pleased that over the past year, we have reduced the issues with our local neighbours, reducing noise and any disruption particularly from evening users of the MCCC.

We have continued to build strong bridges with our neighbours, responding to their concerns and ensuring the users of the MCCC continue to be considerate in the neighbourhood. As we encourage greater uptake of the centre, we are collectively keen to maintain this partnership with the neighbouring community.

The work in the MCCC has been only possible because of the excellent dedicated team of staff Zainab Qureshi and Fouad Chehri. I would like to say a big thank you for all the contribution made by Admin Officer in addition to her main duties. I would also like to extend my thank you to all our Trustees who have worked together in running the centre smoothly. My special thanks to Francoise Murphy for her willingness to step in covering the office whenever the need arises and all the contribution made for MCCC's Website.

Report - Chair, Personnel Committee
Shameem Khan

Our two staff members, Mrs Zainab Qureshi, Admin Officer, and Mr Fouad Chehri, Caretaker & Cleaner are performing their roles with great responsibility, ensuring that the premises are safe, clean, and running efficiently.

In the Personnel Committee Meeting held on 22 February 2023, it was decided that the staff salaries would be increased by 9.7% effective from 01 March 2023. The staff members are also entitled to benefits such as paid holidays, SSP, additional hours worked, and a pension scheme.

Report – Treasurer
Anwer Piracha

I will be reporting on some key financial figures from the Statement of Financial Activities for the year ending 31st March 2023.

Revenue generated by the charity has been consistent over the years, Total Income for the year ended 31 March 2023 was £55,693 compared to £49,580 in the previous year. Multi Cultural Community Centre (MCCC) is fully operating as a self-funded charity.

MCCC plans to engage in activities e.g Youth Club, Sports Club and Public Speaking-Toastmaster. This will bring youth together in positive environment and have favourable effect on the community as a whole.

Income from activities and hall hire are the two main sources of income. There is a continuation of bookings from respective community groups that use the halls facilities. From a financial perspective there is an increase of 12.32%.

MCCC has been very vigilant in maintaining a low-cost operation. The organisation's continuous observation in expenditure has been imperative in sustaining the MCCC. We have seen an increase in operation costs by 38.6% mainly due to project costs of £4,761 (2022: £60) and premises costs of £28,313 (2022: £20,730). MCCC's bank balance reduced accordingly from £58,652 to £51,754 at the year end 31 March 2023.

I would like to thank Mrs. Chaudry, a very dedicated member of staff Zainab and the Trustees for their consistent hard work and commitment to the centre. These key individuals within the organisation are vital in the coordination of the centre and help the MCCC to fulfil its objectives and activities.

I trust the accounts are self-explanatory, however if you have any queries concerning these or the financial affairs of the Centre please feel free to discuss such matters with myself.



**MULTI CULTURAL COMMUNITY CENTRE
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

Part 2

MULTI CULTURAL COMMUNITY CENTRE

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Mrs Sharifa Chaudry
Mr M. Khaleel Chowdhree
Mrs Shameem Khan
Mrs Francoise Murphy
Mr Ameer Hanif
Ms Azra Qureshi
Mr Ammer Amin
Mr Anwer Piracha

Charity number

1165012

Principal address

70 Durban Road West
Watford
Hertfordshire
WD18 7DS

Independent examiner

Gary Howard FCA
Howard Wilson Chartered Accountants
36 Crown Rise
Watford
Hertfordshire
WD25 0NE

Bankers

NatWest Bank Plc
72-74 High Street
Watford
Hertfordshire
WD17 2GZ

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MULTI CULTURAL COMMUNITY CENTRE

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2023

The trustees present their annual report and financial statements for the year ended 31 March 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's [governing document], the Charities Act 2011 and "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 objects of the Multi Cultural Community Centre (MCCC) are:

- 1 To advance the education of the inhabitants of Watford and to provide facilities in the interests of social welfare by the provision of a community centre to improve the conditions of life for those inhabitants - particularly those who have need of such facilities by reason of their youth, age, infirmity or disablement, poverty or social and economic circumstances;
- 2 Provide clean and safe meeting venue for recreational, conference, educational entertainment, pre-wedding and wedding functions and birthday parties etc;
- 3 To promote harmonious community relations in Watford.

Aims of the charity

To provide facilities in the interests of social welfare.

To improve the conditions of life for those inhabitants, particularly those of the ethnic communities, who need such facilities for communal gatherings.

To lease, maintain and manage the community centre by involving the local community with the intention of providing:

- A centre where young people can meet and take part in cultural and other activities; where the needs of the ethnic elderly can be catered for and where the needs of the under-fives can be met.
- A centre where cultural, social and religious activities can take place to share experiences and cultural understanding.
- A meeting place where 'Mother Tongue' language groups of the different communities can be established.

Objectives for the year

The objectives for the year are to continue to provide an affordable, safe and easily accessible venue for the benefit of all the communities to hold meetings, educational classes, birthday parties, pre-wedding and wedding celebrations, social evenings, Euro-Cultural Events, Christenings, religious gatherings and meetings.

To publish a Newsletter as and when necessary and distribute it free of charge to the Community Centre users and local residents.

Strategies for achieving objectives

The revenue generated from the hire of the Centre premises and grants enables the trustees to maintain the facilities and subsidise some of the Community activities.

Noise Pollution Solution has been installed since 2011 to maintain the noise level from any amplified system because the trustees are conscious of the fact that the centre is situated in a residential area.

Part 2

MULTI CULTURAL COMMUNITY CENTRE

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Public benefit statement

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Introduction to activities

Exercise sessions run every Tuesday for ladies.

Significant activities

MCCC have a range of different groups working to enhance community cohesion and positive a social interaction. The MCCC maintains positive relationships with a range of different groups working to promote community cohesion and social interaction.

The Bangladeshi Association holds Jumma Prayers every Friday and attendance keeps growing. They also attend late evening Taraweeh prayers during the Month of Ramadan. Read Trust organise Taraweeh Prayers for the whole month of Ramadan for the local Community of Watford. Midnight prayers are very well attended by the neighborhood.

Watford Wood Craft organises youth group activities.

Family Centre Service provide support to children, young people, their parents, families and carers. They offer a Baby Clinic for physical fun, self-weighing, rhyme time and other other services to the local Community.

Word Alive International Ministries provide church services and conduct religious worship every alternate Saturday and every Sunday. They are a popular group with an ever growing congregation.

Precious play days Nursery offer a range of full and part time places in a modern purpose-built setting.

Croxley Dance Academy (three days a week) term time only, covered under guidelines for organised sport and education. They work with an affiliated exam board during Term time.

Volunteers

MCCC welcomes and invites Volunteers to get involved in the smooth running of the centre. In the past volunteers have made a great contribution, playing a crucial role in helping staff and trustees operate the centre and its many activities.

Achievements and performance

Charitable achievements

The charity has been able to provide an affordable, safe and easily accessible venue for the community. The charity plays an important role in promoting good relations between our very diverse communities in Watford. Even though we no longer receive any core funding from Watford Borough Council (WBC), we would like to thank WBC and Watford and Three Rivers Trust (W3RT) for their support and grant funding.

Investment performance

MCCC has used its income reserves to renovate the Centre and continue to invest in the facility in order to provide a safe, secure and welcoming venue for the community.

MULTI CULTURAL COMMUNITY CENTRE

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Financial review

For the year ended 31 March 2023 the charity made a deficit of £7,478 (2022: surplus of £4,004). Income was £55,693 (2022: £49,580) and expenditure was £63,171 (2022: £45,576).

The MCCC trustees believe that the MCCC should hold reserves in order to ensure that the charity can continue to operate and meet the needs of the people it serves in the event of unforeseen and potential financially devastating circumstances arising.

The trustees agreed to maintain unrestricted reserves for six months running costs at a level of at least £20,000.

The reserves at 31 March 2023 totalled £50,206 (2022: £57,684) of which £5,851 was restricted and £44,355 was unrestricted, which is in line with the above stated policy.

Risk management

Although the trustees have not held any risk management assessment meetings recently, we plan to conduct a major risks appraisal to which the charity might be exposed to ensure that systems are in place to mitigate exposure to the major risk.

Plans for the future

MCCC is financially stable with dedicated staff, committed Trustees and few regular bookings, MCCC should be able to sustain with limited funds for next two years.

However, MCCC will be focusing on:

- How to improve and sustain digital services (such as Webinar meetings and Conferences).
- The pandemic and the restrictions imposed by the Government caused a sudden loss of income from hiring the premises, however the situation is improving and bookings are coming back.

Structure, governance and management

The charity is a Charitable Incorporated Organisation (CIO). The CIO was registered with the Charity Commission in England and Wales on 4 January 2016 and commenced operations on 1 April 2016 following the transfer of the assets and business of the Multi-Cultural Community Centre (charity number: 292658). The old charity has since been removed from the register.

The trustees who served during the year and up to the date of signature of the financial statements were:

Mr M. Khaleel Chowdhree - Chair

Mrs Sharifa Chaudry - Vice Chair

Mr. Anwer Piracha- Hon Treasurer (co-opted 11 July 2023)

Mrs Shameem Khan

Mrs Francoise Murphy

Mr Ameer Hanif (co-opted 11 July 2023)

Ms Azra Qureshi (co-opted 11 July 2023)

Mr Ammer Amin (co-opted 11 July 2023)

Mrs Sakina Janjali (resigned 08 August 2023)

The Management Committee meet on a regular basis. The Development Committee and Personnel Committee meet as and when necessary.

Part 2

MULTI CULTURAL COMMUNITY CENTRE

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Staff:

Mrs Zainab Qureshi (Admin Officer)

Mr Fouad Chehri (Cleaner/Handyperson/Temporary Caretaker - part time)

The part time Admin Assistant and permanent Caretaker roles are vacant as at the time of this report.

Relationship with wider network

The MCCC has been working together with local organisations and will continue to do so in order to meet the needs of the local community.

Relationships with related parties

The MCCC works closely with its local Council for Voluntary Service (W3RT) and WBC to provide advice and support for grants and policies.

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 resources of the charity for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees' report was approved by the Board of Trustees.



Mr M. Khaleel Chowdhree
Trustee & Chair
Dated: 1 December 2023



Mr Anwer Piracha
Trustee & Honorary Treasurer
Dated: 1 December 2023

Part 2

MULTI CULTURAL COMMUNITY CENTRE

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF MULTI CULTURAL COMMUNITY CENTRE

I report to the trustees on my examination of the financial statements of Multi Cultural Community Centre (the charity) for the year ended 31 March 2023.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

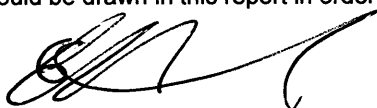
Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

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



Gary Howard FCA

Howard Wilson Chartered Accountants
36 Crown Rise
Watford
Hertfordshire
WD25 0NE

Dated: 1 December 2023

Part 2

MULTI CULTURAL COMMUNITY CENTRE**STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT****FOR THE YEAR ENDED 31 MARCH 2023****Current financial year**

		Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Total 2022 £
	Notes				
<u>Income from:</u>					
Donations and legacies	3	-	3,800	3,800	7,332
Charitable activities	4	51,649	-	51,649	42,243
Investments	5	244	-	244	5
Total income		51,893	3,800	55,693	49,580
<u>Expenditure on:</u>					
Charitable activities	6	56,969	6,202	63,171	45,576
Net (outgoing)/incoming resources before transfers		(5,076)	(2,402)	(7,478)	4,004
Gross transfers between funds		(2,102)	2,102	-	-
Net (expenditure)/income for the year/ Net movement in funds		(7,178)	(300)	(7,478)	4,004
Fund balances at 1 April 2022		51,533	6,151	57,684	53,680
Fund balances at 31 March 2023		44,355	5,851	50,206	57,684

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

Part 2

MULTI CULTURAL COMMUNITY CENTRE**STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)
INCLUDING INCOME AND EXPENDITURE ACCOUNT****FOR THE YEAR ENDED 31 MARCH 2023****Prior financial year**


		Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
	Notes			
<u>Income from:</u>				
Donations and legacies	3	30	7,302	7,332
Charitable activities	4	42,243	-	42,243
Investments	5	5	-	5
Total income		42,278	7,302	49,580
<u>Expenditure on:</u>				
Charitable activities	6	43,926	1,650	45,576
Net (outgoing)/incoming resources before transfers		(1,648)	5,652	4,004
Net (expenditure)/income for the year/ Net movement in funds		(1,648)	5,652	4,004
Fund balances at 1 April 2021		53,181	499	53,680
Fund balances at 31 March 2022		51,533	6,151	57,684

Part 2

MULTI CULTURAL COMMUNITY CENTRE**BALANCE SHEET****AS AT 31 MARCH 2023**

	Notes	2023 £	£	2022 £	£
Current assets					
Debtors	11	74		-	
Cash at bank and in hand		51,754		58,652	
		<u>51,828</u>		<u>58,652</u>	
Creditors: amounts falling due within one year	12	<u>(1,622)</u>		<u>(968)</u>	
Net current assets			<u>50,206</u>		<u>57,684</u>
Income funds					
Restricted funds	13	5,851		6,151	
Unrestricted funds		<u>44,355</u>		<u>51,533</u>	
			<u>50,206</u>		<u>57,684</u>

The financial statements were approved by the Trustees on 1 December 2023



Mr M. Khaleel Chowdhree
Trustee and Chair



Mr Anwer Piracha
Trustee and Honorary Treasurer

MULTI CULTURAL COMMUNITY CENTRE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

Charity information

Multi Cultural Community Centre is a Charitable Incorporated Organisation.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are funds received which can only be used for the specific purpose as laid out by the donor. Expenditure which meets this criteria is identified to the fund, together with a fair allocation of overhead costs. The aim and use of each restricted fund is set out in the note to the financial statements.

1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

1.5 Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis inclusive of VAT.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.7 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.8 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.9 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

MULTI CULTURAL COMMUNITY CENTRE**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**
FOR THE YEAR ENDED 31 MARCH 2023**2 Critical accounting estimates and judgements**

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Restricted funds	Unrestricted funds	Restricted funds	Total
	2023 £	2022 £	2022 £	2022 £
Donations and gifts	-	30	5,652	5,682
Grants receivable	3,800	-	1,650	1,650
	<u>3,800</u>	<u>30</u>	<u>7,302</u>	<u>7,332</u>
Grants receivable for core activities				
Watford Borough Council	3,800	-	1,650	1,650
	<u>3,800</u>	<u>-</u>	<u>1,650</u>	<u>1,650</u>

4 Charitable activities

	Activities income 2023 £	Hall Hire income 2023 £	Total 2023 £	Activities income 2022 £	Hall Hire income 2022 £	Total 2022 £
Ancillary trading income	233	-	233	535	-	535
Charitable rental income	-	51,131	51,131	-	41,558	41,558
Other income	285	-	285	150	-	150
	<u>518</u>	<u>51,131</u>	<u>51,649</u>	<u>685</u>	<u>41,558</u>	<u>42,243</u>

Part 2

MULTI CULTURAL COMMUNITY CENTRE**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31 MARCH 2023****5 Investments**

	2023	2022
	£	£
Interest receivable	244	5

6 Charitable activities

	2023	2022
	£	£
Staff costs	21,903	19,434
Project costs	4,761	60
Premises costs	28,313	20,730
Insurance costs	1,803	1,681
Repairs and maintenance costs	2,597	1,045
Office costs	1,424	1,144
Computer costs	128	105
General expenses	1,438	495
Legal and professional costs	252	330
Governance costs	552	552
	63,171	45,576
Analysis by fund		
Unrestricted funds	56,969	
Restricted funds	6,202	
	63,171	
For the year ended 31 March 2022		
Unrestricted funds		43,926
		45,576

Governance costs comprise independent examiner's fees of £552 (2022: £552). In addition the independent examiners were paid £252 for payroll services in the year.

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year, but 3 of them were reimbursed a total of £759 (2022: £629) general expenses and £1,328 (2022: £195) repairs.

The following trustees were each paid the sum of £200 during the year in lieu of expenses that had not been claimed during their period serving as a trustee: Mrs S. Chaudry, Mr K. Chowdhree, Mrs F. Murphy and Ms S. Janajali

MULTI CULTURAL COMMUNITY CENTRE**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**
FOR THE YEAR ENDED 31 MARCH 2023**8 Employees****Number of employees**

The average monthly number of employees during the year was:

	2023 Number	2022 Number
Community centre staff (part time)	2	3

Employment costs

	2023 £	2022 £
Wages and salaries	21,375	19,000
Other pension costs	528	434
	<u>21,903</u>	<u>19,434</u>

There were no employees whose annual remuneration was £60,000 or more.

9 Taxation

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.

10 Financial instruments	2023 £	2022 £
Carrying amount of financial liabilities		
Measured at amortised cost	1,010	968
	<u>1,010</u>	<u>968</u>
11 Debtors	2023 £	2022 £
Amounts falling due within one year:		
Prepayments and accrued income	74	-
	<u>74</u>	<u>-</u>
12 Creditors: amounts falling due within one year	2023 £	2022 £
Other taxation and social security	612	-
Other creditors	129	87
Accruals and deferred income	881	881
	<u>1,622</u>	<u>968</u>

MULTI CULTURAL COMMUNITY CENTRE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

13 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 April 2021 £	Movement in funds			Balance at 1 April 2022 £	Movement in funds			Transfers	Balance at 31 March 2023 £
		Incoming resources £	Resources expended £			Incoming resources £	Resources expended £		£	£
Locality Budget Fund	499	-	-		499	-	-		-	499
Watford Borough Council	-	1,650	(1,650)		-	-	-		-	-
Watford Muslim Community Project	-	5,652	-		5,652	-	(300)		-	5,352
Queen's Jubilee Party Fund	-	-	-		-	3,800	(5,902)		2,102	-
	499	7,302	(1,650)		6,151	3,800	(6,202)		2,102	5,851

The Locality Budget Fund is for the purchase of a photocopier.

The Queen's Jubilee Fund was to finance a party to celebrate the Queen's Platinum Jubilee.

Watford Muslim Community Project represents a legacy project for the benefit and welfare of the Watford Muslim Community.

Part 2

MULTI CULTURAL COMMUNITY CENTRE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

14 Analysis of net assets between funds

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total Unrestricted funds 2023 £	Restricted funds 2022 £	Total 2022 £
Fund balances at 31 March 2023 are represented by:					
Current assets/(liabilities)	44,355	5,851	50,206	51,533	57,684
	<u>44,355</u>	<u>5,851</u>	<u>50,206</u>	<u>51,533</u>	<u>57,684</u>

15 Related party transactions

There were no disclosable related party transactions during the year (2022 - none).

