

Charity Registration No. 1176421

WOLVERHAMPTON SIKH MISSION
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021



WOLVERHAMPTON SIKH MISSION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	P S Uppal S S Uppal K S Boparai H S Uppal R S Basi A S Bhogal
Charity number	1176421
Principal address	8 Upper Villiers Street Wolverhampton West Midlands WV2 4NP
Independent examiner	CK Accounting Services No 4 Castle Court 2 Castlegate Way Dudley West Midlands DY1 4RH

WOLVERHAMPTON SIKH MISSION

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WOLVERHAMPTON SIKH MISSION

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees present their report and financial statements for the year ended 31 December 2021. The working name of the charity is Guru Teg Bahadur Sikh Temple and the principal address is 8 Upper Villiers Street, Wolverhampton, WV2 4NP. The registered charity number is 1176421.

The charity was established following registered Charity status for the CIO being granted on 21 December 2017 under Registration Number 1176421.

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)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The trustees hold the trust fund and its income to be used in the city of Wolverhampton for the provision of a place of worship (the Gurdwara) for persons professing the Sikh religion and for furthering the religious and other charitable work of the Gurdwara.

The premises are run by the community for the community with the help of the trustees. Under the principles of Sikhism the premises are open to all communities and individuals provided no alcohol or drugs are brought onto the premises.

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

During the year the development of the listed Gurdwara and adjoining buildings continued.

When planning the activities for the year, the trustees have considered the Commission's guidance on public benefit. The Gurdwara seeks to work in harmony with other communities and charitable organisations and this is reflected in the donations made during the year.

The Gurdwara continued to support a number of Sikh causes during 2021; these included the Punjab United Sports and Football Club and Wolverhampton Sikh Society.

The charity provides all the normal services provided by Sikh Gurdwaras such as celebration of Sikh Gurburbs (Religious days - births etc, of our Gurus), Births and Weddings, provision of funeral services and social and leisure centre facilities for older retired members of the Community.

The Gurdwara continues to be involved in encouraging sport in the local community and sees this as a good opportunity to integrate with the different community groups.

In the current financial year, a public house (Rose & Crown) on the corner of Park Street South and Cross Street, was purchased for a fee of £525,000. We hope to develop the building to provide benefits for the whole city. The work on the main entrance to Park Street South in the existing building is continuing and is expected to be completed in the next month.

The Gurdwara relies on voluntary contributions to operate and fulfil its objectives. The trustees also wish to acknowledge with gratitude all individuals who have made donations or volunteered time during the year. The Gurdwara could not continue to operate without their support.

WOLVERHAMPTON SIKH MISSION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Achievements and performance

We have continued to provide financial support to Punjab United Sports and Football Club who have offices in the Gurdwara. The club, which caters for children aged between 9 and 19, provides football facilities for these children and helps to keep them off the street at weekends. The club is multi-racial and multi-cultural and has been operating in Wolverhampton for over 40 years. The club is managed by professionals who provide their services free of charge. The club takes children from the whole of the city of Wolverhampton. During 2021 this continued to have a strong impact in the Community where possible as this was restricted due to the Coronavirus pandemic.

We also run yoga classes and martial arts classes in the Gurdwara twice a week, where government guidelines allow. Again the participants are from all areas of the community and are mainly middle-aged men and women.

Our healthy living programme, in partnership with the British Heart Foundation, is aimed at teaching the Asian community about healthy living and how to prepare healthy food. The programme ran throughout the year, when the Gurdwara was open, and has helped the congregation with healthy eating plans and weight loss.

Each Tuesday a 'Ladies Day' is held at the Gurdwara. All the ladies of the congregation take over the Gurdwara for the day.

The exhibition of Sikh ancestry opened at the Gurdwara in 2012 and has continued to impact the community during the year. Its' aim to increase the awareness of the roots of Sikhism has meant that this exhibition has again been viewed by a number of schools, both primary and secondary on a weekly basis. The schools are from Wolverhampton and the surrounding area. The Trustees are extremely proud of this exhibition and the impact it has had on the community over the last few years and hope that its popularity will continue in the future.

Financial review

Total income for the year amounted to £456,853 (2020: £236,961) an increase of 92.8% (2020: 36.9% decrease).

The level of donations and gifts has decreased to £392,094 (2020: £198,393).

The claim for the 2021 calendar year was submitted to HMRC after the year end and was for £59,139 (2020: £30,937). A reserve for this claim has been made in the accounts, and is included in debtors.

The expenditure on charitable activities and the running of the charity amounted to £145,024 (2020: £155,253) Capital expenditure of £246,329 (2020: £58,038) was incurred on the premises and items of equipment.

The trustees are satisfied that the charity is adequately financed for the foreseeable future.

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in donations received, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

The trustees have the power to invest as they see fit in order to ensure that the objectives of the Charity are met.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

WOLVERHAMPTON SIKH MISSION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Structure, governance and management

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

P S Uppal

S S Uppal

K S Boparai

H S Uppal

R S Basi

A S Bhogal

The Trustees run the affairs of the Gurdwara. The board of trustees may fill vacancies arising during the year by appointing trustees themselves. Any appointments made are with due regard to the relevant skills and knowledge required.

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



S S Uppal

Trustee

Dated: 29 September 2022

WOLVERHAMPTON SIKH MISSION

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF WOLVERHAMPTON SIKH MISSION

I report to the trustees on my examination of the financial statements of Wolverhampton Sikh Mission (the charity) for the year ended 31 December 2021.

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

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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.



Frances Clapham (FCA)

No 4 Castle Court 2
Castlegate Way
Dudley
West Midlands
DY1 4RH

Dated: 29 September 2022

WOLVERHAMPTON SIKH MISSION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Combined Total 2020 £
<u>Income and endowments from:</u>					
Donations and legacies	3	392,094	-	392,094	198,393
Investments	4	3,250	-	3,250	3,412
Other income	5	61,509	-	61,509	35,156
Total income		456,853	-	456,853	236,961
<u>Expenditure on:</u>					
Charitable activities	6	139,340	5,684	145,024	155,253
Net income/(expenditure) for the year/ Net movement in funds		317,513	(5,684)	311,829	81,708
Fund balances at 1 January 2021		2,678,307	64,114	2,742,421	2,660,714
Fund balances at 31 December 2021		2,995,820	58,430	3,054,250	2,742,422

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

WOLVERHAMPTON SIKH MISSION

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	10		2,477,490		2,245,741
Current assets					
Debtors	11	60,801		32,317	
Cash at bank and in hand		525,658		474,063	
		586,459		506,380	
Creditors: amounts falling due within one year	13	(9,699)		(9,699)	
Net current assets			576,760		496,681
Total assets less current liabilities			3,054,250		2,742,422
Income funds					
Restricted funds	14	58,430		64,115	
Unrestricted funds		2,995,820		2,678,307	
		3,054,250		2,742,422	

The financial statements were approved by the Trustees on 29 September 2022


 S S Uppal
 Trustee

WOLVERHAMPTON SIKH MISSION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Charity information

Wolverhampton Sikh Mission is a Charity governed by a trust deed approved by the Charity Commission.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's trust deeds, 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)" (as amended for accounting periods commencing from 1 January 2016). 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 applying FRS 102 Update Bulletin 1 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, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. 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 subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Income

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.

WOLVERHAMPTON SIKH MISSION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% Straight Line
Fixtures and fittings	25% Straight Line
Motor vehicles	33.33% Straight Line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 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.

1.9 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.

WOLVERHAMPTON SIKH MISSION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

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.

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.

1.10 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.

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.

Critical judgements

Useful economic life of non-current assets

The useful economic lives of non-current assets have been derived from the judgement of the Trustees, using their best estimate of write-down period.

WOLVERHAMPTON SIKH MISSION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	392,094	198,393

4 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Interest receivable	3,250	3,412

5 Other income

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Other income	300	360
Gift Aid	61,209	34,796
	61,509	35,156

WOLVERHAMPTON SIKH MISSION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

6 Charitable activities

	2021 £	2020 £
Staff costs	19,527	24,975
Depreciation and impairment	14,580	14,549
Granthis	31,043	14,979
Langar	26,113	10,459
Donations to institutions	5,750	57,550
Donations to individuals	10,900	1,560
	<u>107,913</u>	<u>124,072</u>
Share of support costs (see note 7)	31,964	24,666
Share of governance costs (see note 7)	5,147	6,515
	<u>145,024</u>	<u>155,253</u>
Analysis by fund		
Unrestricted funds	139,340	149,769
Restricted funds	5,684	5,484
	<u>145,024</u>	<u>155,253</u>

7 Support costs

	Support costs £	Governance costs £	2021 £	2018 £
Rates	1,037	-	1,037	1,424
Insurance	3,693	-	3,693	2,581
Light & heat	18,681	-	18,681	13,972
Repairs & maintenance	1,793	-	1,793	2,546
Telephone & fax	365	-	365	371
Motor Expenses	885	-	885	1,433
Sundries	5,510	-	5,510	2,339
Legal & Professional	-	5,147	5,147	6,515
	<u>31,964</u>	<u>5,147</u>	<u>37,111</u>	<u>31,181</u>
Analysed between Charitable activities	<u>31,964</u>	<u>5,147</u>	<u>37,111</u>	<u>31,181</u>

Governance costs includes independent examination fees of £3,840 (2020: £3,870). These costs represent the Independent Examination of the CIO for the year ended 31 December 2021.

WOLVERHAMPTON SIKH MISSION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

9 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
	2	3
Employment costs	2021	2020
	£	£
Wages and salaries	19,073	24,221
Social security costs	454	754
	19,527	24,975

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

10 Tangible fixed assets

	Freehold land and buildings £	Assets under construction £	Fixtures and fittings £	Motor vehicles £	Total £
Cost					
At 1 January 2021	1,087,625	1,168,083	42,359	12,250	2,310,317
Additions	10,003	236,326	-	-	246,329
At 31 December 2021	1,097,628	1,404,409	42,359	12,250	2,556,646
Depreciation and impairment					
At 1 January 2021	27,279	-	25,047	12,250	64,576
Depreciation charged in the year	5,684	-	8,896	-	14,580
At 31 December 2021	32,963	-	33,943	12,250	79,156
Carrying amount					
At 31 December 2021	1,064,665	1,404,409	8,416	-	2,477,490
At 31 December 2020	1,060,346	1,168,083	17,312	-	2,245,741

WOLVERHAMPTON SIKH MISSION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

11 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Other debtors	59,139	30,937
Prepayments and accrued income	1,662	1,380
	<u>60,801</u>	<u>32,317</u>

12 Loans and overdrafts

	2021 £	2020 £
Bank overdrafts	<u>8</u>	<u>8</u>
Payable within one year	<u>8</u>	<u>8</u>

13 Creditors: amounts falling due within one year

	Notes	2021 £	2020 £
Bank overdrafts	12	8	8
Accruals and deferred income		9,691	9,691
		<u>9,699</u>	<u>9,699</u>

14 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 January 2020 £	Resources expended £	Balance at 1 January 2021 £	Resources expended £	Balance at 31 December 2021 £
Wolverhampton BC - Land & Buildings	69,024	(5,484)	63,539	(5,684)	57,855
Misc Donation	575	-	575	-	575
	<u>69,599</u>	<u>(5,484)</u>	<u>64,114</u>	<u>(5,684)</u>	<u>58,430</u>

WOLVERHAMPTON SIKH MISSION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

15 Analysis of net assets between funds

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total Unrestricted funds 2021 £	Restricted funds 2020 £	Total 2020 £
Fund balances at 31 December 2021 are represented by:					
Tangible assets	2,419,635	57,855	2,477,490	2,182,201	2,245,741
Current assets/(liabilities)	576,185	575	576,760	496,106	496,681
	<u>2,995,820</u>	<u>58,430</u>	<u>3,054,250</u>	<u>64,115</u>	<u>2,742,422</u>

16 Related party transactions

S S Uppal, a Trustee of the charity, donated £980 in the year (2020: £3,500).

H S Uppal, a Trustee of the charity, donated £1,530 in the year (2020: £2,500).

P S Uppal, a Trustee of the charity, donated £780 in the year (2020: £nil).