

**Charity number: 1180757**

**The Milton Keynes Islamic and Cultural Association CIO**

**Trustees' report and financial statements**

**for the period ended 31 October 2020**

# **The Milton Keynes Islamic and Cultural Association CIO**

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# **The Milton Keynes Islamic and Cultural Association CIO**

## **Legal and administrative information**

<b>Charity number</b>	1180757
<b>Business address</b>	Al-Rawdha 401 South Row, Central Milton Keynes MK9 2PG
<b>Registered office</b>	7 Weybourne Road Broughton Milton Keynes MK10 9ND
<b>Trustees</b>	Mr Idris Abdinasir Mr Cabdihakim Maxamud Dhaqane Mr Ibrahim Abdulahi Abdiqadir Mr Mohamed Ali Wadad Mr Ahmed Sheikh Hassan Khalif Mr Farhaan Muhamed Awas
<b>Accountants</b>	RUS Chartered Accountants 1190a-1192 Stratford Road Hall Green Birmingham B28 8AB

# **The Milton Keynes Islamic and Cultural Association CIO**

## **Report of the trustees for the period ended 31 October 2020**

The trustees present their report and the financial statements for the period ended 31 October 2020. The trustees who served during the period and up to the date of this report are set out on page 1.

### **Structure, governance and management**

#### *Governing Document*

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

#### *Organisational Structure*

The Charity has a management committee who has overall control and responsibility for policy and major decision making and all members of the committee are trustees. Day to day management and responsibility for implementing policies is carried out by the trustees on a voluntary basis.

Membership of committee is open to all individuals over 18 years of age who are approved by the trustees. The trustees must accept applications for membership unless they consider that it would be in the best interests of the charity to refuse the application.

#### *Risk Management*

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

### **Objectives and activities**

#### *Objectives and aims*

The principle objectives of the charity are as follows:

The advancement of the Islamic religion in Milton Keynes and in particular the provision of facilities for a masjid, ceremonies, Muslim festivals and madrassa;

The advancement of education of persons of the Muslim faith resident in Milton Keynes;

To provide and assist in the provision of facilities for prayer, recreation and leisure time occupation of members of the muslim community in the interest of social welfare and with the objective of improving their condition of life: and;

Such other charitable purposes to benefit the Muslims in Milton Keynes area and the wider Muslim community as their trustees in their absolute discretion think fit.

#### *Volunteers*

The Charity relies on the unpaid work of the trustees to further its objectives.

### **Achievements and performance**

The Charity's biggest achievement was the purchase of the building, Al- Rawdha 401 South Row that is now a very popular Mosque and Education Centre.

### **Financial review**

*The incoming resources were £66,770 for the year ended 31st October 2020 and these were lower than the last year (2019 - £103,107). The outgoing resources totalled £37,492 compared to the last year's (2020 £22,235). The increase in outgoing expenses is due to increased fixed costs and charitable activities.*

# **The Milton Keynes Islamic and Cultural Association CIO**

## **Report of the trustees for the period ended 31 October 2020**

### **Statement of trustees' responsibilities**

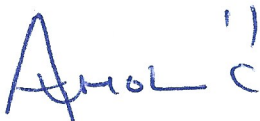
The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial period which give a true and fair view of charity and of the incoming resources and application of resources of the charity for that period. 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 UK 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 proper accounting records which 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 1993 and the Charity (Accounts and Reports) Regulations 2008. 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

On behalf of the board



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**Mr Idris Abdinasir**  
**Trustee**

Date : 27-08-2021

## **The Milton Keynes Islamic and Cultural Association CIO**

### **Independent examiner's report to the trustees on the unaudited financial statements of The Milton Keynes Islamic and Cultural Association CIO.**

I report on the accounts of The Milton Keynes Islamic and Cultural Association CIO for the period ended 31 October 2020 set out on pages 2 to 10.

#### **Respective responsibilities of trustees and independent examiner**

As the charity's trustees you are responsible for the preparation of the accounts, you consider that the audit requirement of section 43(2) of the Charities Act 1993 (the Act), as amended by section 28 of the Charities Act 2006 does not apply and that an independent examination is needed. It is my responsibility to examine the accounts under section 43(3)(a) of the Act, as amended; to follow the procedures laid down in the General Directions given by the Charity Commission under section 43(7)(b) of the Act, as amended; and to state whether particular matters have come to my attention.

#### **Basis of independent examiner's statement**

My 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 you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

#### **Independent examiner's statement**

In connection with my examination, no matter has come to my attention:

- (i) which gives me reasonable cause to believe that in any material respect the requirements:
  - to keep proper accounting records in accordance with section 41 of the Act; and
  - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the Acthave not been met; or
- (ii) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

*Mr Raza Samar FCA*

.....  
**Mr Raza Samar FCA**  
**ICAEW**  
**1190a-1194 Stratford Road**  
**Hall Green**  
**Birmingham**  
  
**B28 8AB**

**RUS**® Chartered Accountants  
Registered Auditors & Tax Advisors  
1190A-1194 Stratford Road  
Birmingham B28 8AB  
+44 (0) 121 777 1200  
info@rus.co.uk  
www.rus.co.uk

# The Milton Keynes Islamic and Cultural Association CIO

## Statement of financial activities

**For the period ended 31 October 2020**

		Unrestricted funds £	Restricted funds £	Endowment funds £	Year ended 31/10/20 Total £	Period ended 31/10/19 Total £
	Notes					
<b>Incoming resources</b>						
Incoming resources from generating funds:						
Voluntary income	2	55,610	-	-	55,610	103,107
Funeral Funds	2	-	3,400	-	3,400	-
Grants Received		7,760	-	-	7,760	-
<b>Total incoming resources</b>		<u>63,370</u>	<u>3,400</u>	<u>-</u>	<u>66,770</u>	<u>103,107</u>
<b>Resources expended</b>						
Funeral costs		-	3,395	-	3,395	-
Covid-19 Supports		1,450			1,450	-
Staff costs	3	18,796	-	-	18,796	11,881
Establishment costs		9,757	-	-	9,757	4,512
Accountancy fees		750	-	-	750	750
Legal and professional fees		45	-	-	45	90
Other office expenses		1,124	-	-	1,124	827
Depreciation and impairment		1,208	-	-	1,208	166
Bank charges		695	-	-	695	829
Travel		270	-	-	270	3,115
Donations - Other		-	-	-	-	63
<b>Total resources expended</b>		<u>34,095</u>	<u>3,395</u>	<u>-</u>	<u>37,490</u>	<u>22,233</u>
Total funds brought forward		<u>80,872</u>	<u>-</u>	<u>722,108</u>	<u>802,980</u>	<u>-</u>
<b>Total funds carried forward</b>		<u>110,147</u>	<u>5</u>	<u>722,108</u>	<u>832,260</u>	<u>802,982</u>

The notes on pages 7 to 10 form an integral part of these financial statements.

# The Milton Keynes Islamic and Cultural Association CIO

## Balance sheet as at 31 October 2020

	Notes	£	31/10/20 £	£	£
<b>Fixed assets</b>					
Tangible assets	4		726,939		722,774
<b>Current assets</b>					
Cash at bank and in hand		355,668		80,956	
		<u>355,668</u>		<u>80,956</u>	
<b>Creditors: amounts falling due within one year</b>	5	(250,350)		(750)	
<b>Net current assets</b>			105,318		80,206
<b>Net assets</b>			<u>832,257</u>		<u>802,980</u>
<b>Funds</b>	6				
Endowment funds			722,108		722,108
Restricted income funds			5		
Unrestricted income funds			110,144		80,872
<b>Total funds</b>			<u>832,257</u>		<u>802,980</u>

The financial statements were approved by the trustees signed on its behalf by :



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Mr Idris Abdinasir  
Trustee

Date : 27-08-2021



# **The Milton Keynes Islamic and Cultural Association CIO**

## **Notes to financial statements for the period ended 31 October 2020**

### **1. Accounting policies**

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the period and the preceding period.

#### **1.1. Basis of accounting**

The financial statements are prepared under the historical cost convention and in accordance with the Statement of Recommended Practice 'Accounting and Reporting by Charities (SORP FRS 102 ) and the charities act 2011.

#### **1.2. Incoming resources**

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

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.

Grants, including grants for the purchase of fixed assets, are recognised in full in the statement of financial activities in the year in which they are receivable.

#### **1.3. Resources expended**

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shop.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### **1.4. Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	Not depreciated as maintained to a good standard
Fixtures, fittings and equipment	-	20% reducing balance

# The Milton Keynes Islamic and Cultural Association CIO

## Notes to financial statements for the period ended 31 October 2020

### 2. Voluntary income

	Year ended 31/10/20 £	Period ended £
Donations	55,610	103,107
Job Retention Scheme Grants	7,760	-
Funeral Funds	3,400	-
	<u>66,770</u>	<u>103,107</u>

### 3. Employees

#### Employment costs

	Year ended 31/10/20 £	Year ended 31/10/20 £
Wages and salaries	<u>18,796</u>	<u>11,881</u>

No employee received emoluments of more than £60,000 (2019 : None).

#### Number of employees

The average monthly numbers of employees (including the trustees) during the period, calculated on the basis of full time equivalents, was as follows:

	Year ended 31/10/20 Number	Period ended Number
Employees	<u>3</u>	<u>3</u>

# The Milton Keynes Islamic and Cultural Association CIO

## Notes to financial statements for the period ended 31 October 2020

4. Tangible fixed assets	Land and buildings freehold £	Fixtures, fittings and equipment £	Total £
<b>Cost</b>			
At 1 November 2019	722,108	832	722,940
Additions	-	5,373	5,373
At 31 October 2020	<u>722,108</u>	<u>6,205</u>	<u>728,313</u>
<b>Depreciation</b>			
At 1 November 2019	-	166	166
Charge for the period	-	1,208	1,208
At 31 October 2020	<u>-</u>	<u>1,374</u>	<u>1,374</u>
<b>Net book values</b>			
At 31 October 2020	<u>722,108</u>	<u>4,831</u>	<u>726,939</u>
At 31 October 2019	<u>722,108</u>	<u>666</u>	<u>722,774</u>

5. Creditors: amounts falling due within one year	31/10/20 £	£
Amounts owed to group undertakings	249,600	-
Accruals and deferred income	750	750
	<u>250,350</u>	<u>750</u>

6. Analysis of net assets between funds	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds £
Fund balances at 31 October 2020 as represented by:				
Tangible fixed assets	726,939	-	-	726,939
Current assets	355,668	5	-	355,673
Current liabilities	(250,350)	-	-	(250,350)
	<u>832,257</u>	<u>5</u>	<u>-</u>	<u>832,262</u>
Unrealised gains included in tangible fixed assets	<u>-</u>	<u>-</u>	<u>722,108</u>	<u>722,108</u>

# The Milton Keynes Islamic and Cultural Association CIO

## Notes to financial statements for the period ended 31 October 2020

<b>7. Unrestricted funds</b>	<b>At 01 Nov 2019 £</b>	<b>Incoming resources £</b>	<b>Outgoing resources £</b>	<b>At 31 Oct 2020 £</b>
	80,870	63,370	(34,095)	110,145
	<u>80,870</u>	<u>63,370</u>	<u>(34,095)</u>	<u>110,145</u>
<b>8. Restricted funds</b>	<b>At 01 Nov 2019 £</b>	<b>Incoming resources £</b>	<b>Outgoing resources £</b>	<b>At 31 Oct 2020 £</b>
Funeral Funds	-	3,400	(3,395)	5
	<u>-</u>	<u>3,400</u>	<u>(3,395)</u>	<u>5</u>
<b>9. Endowment funds</b>			<b>At 2019 £</b>	<b>At 2020 £</b>
Unrealised gain on Fixed Assets			722,108	722,108
			<u>722,108</u>	<u>722,108</u>

### 10. Related party transactions

The Charity received £249,600 from related charity "The Milton Keynes and Cultural Association" during the year.

**The Milton Keynes Islamic and Cultural Association CIO**

**The following pages do not form part of the statutory accounts.**

# The Milton Keynes Islamic and Cultural Association CIO

## Detailed statement of financial activities

**For the period ended 31 October 2020**

	Year ended 31/10/20		Period ended	
	£	£	£	£
<b>Incoming resources</b>				
<b>Incoming resources from generating funds:</b>				
<i>Voluntary income</i>				
Donations		55,610		103,107
Job Retention Scheme Grants		7,760		-
		<hr/>		<hr/>
		66,770		103,107
		<hr/>		<hr/>
<b>Total incoming resources from generating funds</b>		66,770		103,107
		<hr/>		<hr/>
<b>Total incoming resources</b>		66,770		103,107
		<hr/>		<hr/>
<b>Resources expended</b>				
<b>Costs of generating funds:</b>				
<b>Cost of generating voluntary income</b>				
<i>Donations</i>				
Donations - Staff - Wages and salaries	18,796		11,881	
Donations - Establishment - Light & heat	2,217		1,299	
Donations - Establishment - Repairs & maintenance	5,802		2,958	
Donations - Establishment - Insurance	1,738		255	
Donations - Professional - Accountancy fees	750		750	
Donations - Professional - Book-keeping services	45		90	
Donations - Office - Telephone expenses	1,077		-	
Donations - Office - Advertising	51		831	
Bank charges	695		829	
Travel	270		3,115	
Donations - Other	-		63	
	<hr/>		<hr/>	
		31,441		22,071
<i>Legacies</i>				
Covid-19 supports	1,450		-	
Funeral costs	3,395		-	
	<hr/>		<hr/>	
		4,845		-
		<hr/>		<hr/>
<b>Total cost of generating voluntary income</b>		36,286		22,071
		<hr/>		<hr/>
<b>Fundraising trading:</b>				
<b>cost of goods sold and other costs</b>				
<b>Total costs of generating funds</b>		36,286		22,071
		<hr/>		<hr/>

# The Milton Keynes Islamic and Cultural Association CIO

## Detailed statement of financial activities

For the period ended 31 October 2020

	Year ended 31/10/20 £	Period ended £
<b>Charitable activities</b>		
<b>Governance costs</b>		
<i>Activities undertaken directly</i>		
Office expenses - Other	(2)	(2)
Depreciation & impairment	1,208	166
	<u>1,206</u>	<u>164</u>
<b>Total governance costs</b>	<u>1,206</u>	<u>164</u>
<b>Net incoming/(outgoing) resources for the period</b>	<u>29,278</u>	<u>80,872</u>