

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2018
FOR
RAMGARHIA SIKH TEMPLE

CHARITY COMMISSION
FIRST CONTACT

07 FEB 2019

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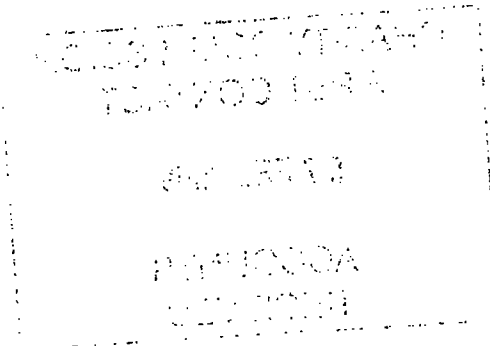
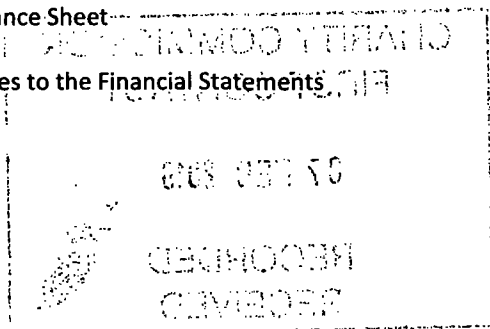
CHARITY COMMISSION
FIRST CONTACT

07 FEB 2019

ACCOUNTS
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FOR THE YEAR ENDED 5 APRIL 2018

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**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2018**

The trustees present their report with the financial statements of the charity for the year ended 5 April 2018. 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 2015).

OBJECTIVES AND ACTIVITIES

Objectives and activities

Our aims and objectives

The aims and objectives of the charity are as set out in the charity's constitution and continue to be the advancement of the Sikh religion in accordance with the doctrine of the Holy Guru Granth Sahib and the teachings of the Ten Gurus

Ensuring our work delivers our aims

We review our aims, objectives and activities each year. This review looks at what we achieved and the outcomes of our work in the previous 12 months. The review looks at the success of each key activity and the benefits they have brought to those groups of people we are set up to help. The review also helps us to ensure that our aim, objectives and activities remained focused on our stated purposes.

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities. In carrying out this review the trustees have considered the Charity Commission's general guidance on public benefit and in particular its supplementary public guidance on the advancement of religion for the public benefit.

The focus of our work

The focus of the charity's work continues primarily to be the advancement of the Sikh religion in accordance with the doctrine of the Holy Guru Granth Sahib and the teachings of the Ten Gurus

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

Significant activities

There have been no significant changes in the charity's activities during the year ended 5 April 2018 compared to prior periods.

Significant activities undertaken during the year ended 5 April 2018 continued to include the provision of a centre where the community can gather for worship and celebrate various festivals according to Sikh culture, the provision of facilities for weddings and for the teaching of the Punjabi language and music and also the promotion of sports activities, general health awareness and well-being activities such as yoga and keep fit classes for both young and elderly men and women.

Volunteers

Volunteers are an important resource in the charity's work and are involved in most of the charity's faith and community activities. For example, the organisation of various events is performed on a voluntary basis by members of the community. This includes the preparation and serving of food and cleaning.

All of the management trustees work as volunteers for the charity and all trustees give their time voluntarily and receive no benefits from the charity. Any expenses reclaimed from the charity are set out in the notes to the financial statements.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

How the charity's activities deliver public benefit

The charity carries out a wide range of activities in pursuance of its charitable aims. The trustees consider that these activities, summarised below, provide benefit both to those who worship at the charity's temple and the wider community.

During the year the charity provided the following services in advancement of its charitable activities.

Religious activities

- 1 The organisation of events of religious importance where all members of the community can take part and benefit.
- 2 The invitation of lecturers and musicians from abroad to enlighten the congregation on various aspects of the Sikh religion and culture.
- 3 The promotion of major functions advertised on Sky media channels.

Community activities

- 1 The organisation of health awareness workshops covering issues such as heart problems, drug related problems, diabetes, depression and so forth.
- 2 The honouring and organising of an evening of entertainment for young graduates and people who have acquired/gained specific academic achievements in the community.
- 3 The organisation of Gurmat camps for children during the summer and half-term holidays.
- 4 The organisation of day trips to various places of interest and seaside trips for young children and elderly people.
- 5 The setting up of yoga and keep fit classes for both men and women and the provision of sports facilities at the Ramgarhia Community Centre.
- 6 The hosting of Atam Ras Kirtan Darbars attended by people in the evening.
- 7 The organising of marriage bureau programmes during the year.
- 8 All lights in the main hall have been converted to low energy lighting to contribute towards energy conservation and carbon footprint reduction. The charity has also installed solar panels as a way to promote energy efficiency.
- 9 Ramgarhia Sikh Temple has been the lead again for the community and organised a Nagar Kirtan this year from Ramgarhia Sikh Temple to Handsworth Park. It involves the parade of the Holy Guru Granth Sahib on a specially modified vehicle with palki and the kirtan jatha performing kirtan with five beloved ones and the congregation following the Holy Guru Granth Sahib on foot. This year the procession was extremely long and raised the awareness of Sikh values to the ordinary people of the community and free langar is provided.

Community educational activities

- 1 The provision of Punjabi classes from infants to GCSE level. This provides an insight into the Punjabi language and allows young people to learn the Punjabi language, thereby allowing them to read the Holy Guru Granth Sahib and understand Sikh values.
 - 2 The setting up of a computer learning suite for teaching information technology and the teaching of the Punjabi language.
 - 3 The provision of GCSE Mathematics revision classes for students.
 - 4 The provision of Gurmat and classical music classes to help the whole congregation, especially young
-

ACHIEVEMENT AND PERFORMANCE

Charitable activities

- 4 The provision of Gurmat and classical music classes to help the whole congregation, especially young people, to understand the Gurbani and wider Sikh values.
- 5 Gurbani classes are also provided for people of all ages so that people can read and comprehend the Holy Guru Granth Sahib so that a deeper understanding of the Sikh doctrine can be attained.

Fundraising activities

The main fundraising activities of the charity during the year remain the receipt of voluntary donations from members and the receipt of donations from religious functions and gatherings.

Internal and external factors

The economic climate is such that the charity has not received any education funding from Birmingham City Council this year. This has placed extra strain on funding available to the charity.

FINANCIAL REVIEW

Financial position

The Statement of Financial Activities for the year ended 5 April 2018 shows incoming resources totalling £340,519 (2017 - £410,950) and resources expended totalling £291,307 (2017 - £288,580), generating net incoming resources totalling £49,212 (2017 - £122,370).

As a result, the charity's net assets have increased from £2,015,035 as at 5 April 2017 to £2,064,247 as at 5 April 2018.

Revenue from the Ramgarhia Community Centre continues to be significantly lower than it had been previously in prior years. The facility is now used for sports and other smaller functions. This is costing the charity a significant amount of money compared to the revenue earned. The committee is continuing to explore a number of options to increase revenue generated by the Ramgarhia Community Centre.

Principal funding sources

The principal funding of the charity is derived from donations received from users of the temple and its facilities and from receipts for the use of the temple's car park.

Reserves policy

The trustees have established a policy whereby the unrestricted funds held by the charity are sufficient to cover the charity's expenditure in the next twelve months as well as support the intended future expenditure on the projects as detailed in the paragraph entitled 'Future Developments' below.

FUTURE PLANS

During the coming year the charity has made progress in the following areas in order to help advance the charity's objects and activities.

- 1 The charity will also continue to plan to expand its current activities by developing the new community and education centre. This is planned to incorporate a drop-in centre for elderly people, a leisure centre, a wedding hall and a nursery for young children. The current planning permission for a new community hall has expired and efforts for shall be made to extend/renew planning permission from Birmingham City Council.
- 2 The charity has plans to make further improvements to its education centre and work will commence once sufficient financial funding is in place. This will include a new langar hall, wedding hall, kitchen, education facilities and offices.
- 3 In an effort to reduce heating costs the charity plans to undertake a number of assessments. This will include roof insulation, double glazing where required and the replacement of the current inefficient heating system with an efficient system in all of the charity's buildings.

4 The usage of the Ramgarhia Community Centre has to be decided by the General Body in order to provide income for the temple. This may include incorporating ideas noted in point 2 above in the hall as well as establishing a nursery which is viable due to the change of area status to residential.

5 The charity intends to put more effort into the development and co-modernisation of the temple and the adjacent car park land in order to provide up-to-date facilities and to increase rental income for the charity.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Ramgarhia Sikh Temple is an unincorporated organisation and was registered as a charity on 21 August 1981.

Ramgarhia Sikh Temple is governed by a constitution which was adopted on 3 January 1971 as amended on 3 October 1977, 23 November 1980 and 26 March 2017.

Recruitment and appointment of new trustees and organisational structure

The charity has a council of five custodian property trustees who are elected every 5 years by a members' ballot.

There are three management trustees along with twenty selected committee members and they are in charge of the day to day running of the charity. Management trustees are elected every 3 years by a members' ballot.

Induction and training of new trustees

New custodian trustees who are elected by the members have, in most instances, previously served in management committees and knowledge from these positions is utilised by the charity in their roles as trustees.

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.

The trustees have a risk management strategy that comprises the following.

- 1 An annual review of the risks that the charity may face.
- 2 The establishment of systems and procedures to mitigate those risks identified.
- 3 The implementation of procedures designed to minimise any potential impact on the charity should those risks materialise.

The trustees are of the opinion that there are no major risks to which the charity is exposed.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2018**

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number
506947

Principal address
Graham Street
Birmingham
West Midlands
B1 3LA

Trustees

Custodian Trustees

| | |
|-------------|--|
| B S Ubhi | Chairman |
| A S Matharu | - deceased 5 th November 2017 |
| S S Bhachu | |
| A S Nandra | |
| G S Sura | |

Management Trustees

| | |
|------------|-------------------|
| C S Sehmi | President |
| N S Bilkhu | General Secretary |
| J S Lyall | Treasurer |

Committee Members

| | | |
|-------------|-------------|-------------|
| P S Bhogal | H S Nandhra | D S Nandhra |
| J S Virdee | J S Bansal | J S Nandhra |
| B S Phull | C S Chana | H S Bhurjee |
| A S Sembhi | J S Kundi | C S Bilkhu |
| S S Bansal | U S Bhavra | J S Jutla |
| G S Bilkhu | M S Degan | M S Hunjan |
| A S Bhamber | M S Bhachu | |

Auditors

J W Hinks LLP
Chartered Accountants
and Statutory Auditors
19 Highfield Road
Edgbaston
Birmingham
West Midlands
B15 3BH

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2018

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".


The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

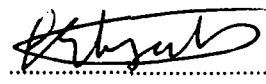
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to 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.

Approved by order of the board of trustees on 5/2/19..... and signed on its behalf by:


.....
C S Sehmi -Trustee


.....
N S Bilkhu -Trustee


.....
J S Lyall -Trustee

Opinion

We have audited the financial statements of Ramgarhia Sikh Temple (the 'charity') for the year ended 5 April 2018 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2018 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements ; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Responsibilities of trustees

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Section 144 of the Charities Act 2011 and regulations made under Section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

JW Hinks LLP

J W Hinks LLP
Chartered Accountants
and Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
19 Highfield Road
Edgbaston
Birmingham
West Midlands
B15 3BH

Date: *5 February 2019*

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2018

| | Notes | 2018 Unrestricted funds £ | 2017 Total funds £ |
|---|-------|------------------------------------|--------------------------|
| INCOME AND ENDOWMENTS FROM | | | |
| Donations and legacies | 2 | 231,255 | 274,863 |
| Charitable activities | 5 | | |
| Rental of hall | | - | 350 |
| Funds raised by the womens'sector of the temple | | 9,464 | 9,742 |
| Other trading activities | 3 | 94,101 | 111,481 |
| Investment income | 4 | 1,240 | 1,226 |
| Other income | 6 | 4,459 | 13,288 |
| Total | | 340,519 | 410,950 |
| EXPENDITURE ON | | | |
| Raising funds | 7 | 36,669 | 42,734 |
| Charitable activities | 8 | | |
| Temple and building running costs | | 116,772 | 101,037 |
| Support costs | | 137,866 | 144,809 |
| Total | | 291,307 | 288,580 |
| NET INCOME | | 49,212 | 122,370 |
| RECONCILIATION OF FUNDS | | | |
| Total funds brought forward | | 2,015,035 | 1,892,665 |
| TOTAL FUNDS CARRIED FORWARD | | 2,064,247 | 2,015,035 |

The notes form part of these financial statements

RAMGARHIA SIKH TEMPLE

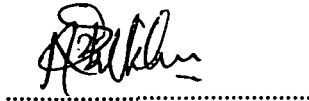
BALANCE SHEET
AT 5 APRIL 2018

| | Notes | 2018 Unrestricted funds £ | 2017 Total funds £ |
|--|-------|------------------------------------|--------------------------|
| FIXED ASSETS | | | |
| Tangible assets | 13 | 1,081,350 | 885,151 |
| CURRENT ASSETS | | | |
| Debtors | 14 | 3,897 | 6,343 |
| Cash at bank and in hand | | <u>1,080,569</u> | <u>1,198,590</u> |
| | | 1,084,466 | 1,204,933 |
| CREDITORS | | | |
| Amounts falling due within one year | 15 | (101,569) | (75,049) |
| NET CURRENT ASSETS | | <u>982,897</u> | <u>1,129,884</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>2,064,247</u> | <u>2,015,035</u> |
| NET ASSETS | | <u>2,064,247</u> | <u>2,015,035</u> |
| FUNDS | 17 | | |
| Unrestricted funds: | | | |
| General fund | | 1,258,762 | 1,062,090 |
| Building fund | | <u>805,485</u> | <u>952,945</u> |
| | | <u>2,064,247</u> | <u>2,015,035</u> |
| TOTAL FUNDS | | <u>2,064,247</u> | <u>2,015,035</u> |

The notes form part of these financial statements

The financial statements were approved by the Board of Trustees on 05/02/2019 and were signed on its behalf by:


C S Sehmi -Trustee


N S Bilkhu -Trustee


J S Lyall -Trustee

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

General information

Ramgarhia Sikh Temple is an unincorporated charity registered in England and Wales. The charity's principal address and place of activity is Graham Street, Birmingham, West Midlands, B1 3LA.

Accounting convention

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 United Kingdom and Republic of Ireland (FRS 102) (effective 1 January 2015)", 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 using the historic cost convention and are presented in sterling which is the functional currency of the charity, rounded to the nearest £1.

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows;
- the requirement of Section 3 Financial Statement Presentation paragraph 3.17(d).

GOING CONCERN

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The expected level of income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

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.

For donations to be recognised the charity will have been notified of the amounts. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Fees charged for services provided by the charity such as car parking services are recognised as the services are being performed. Income received in advance of the service being performed is deferred.

Investment income is earned through holding assets such as cash on deposit. It includes interest receivable. Interest income is recognised using the effective interest rate method and is recognised as the charity's right to receive payment is established.

1. ACCOUNTING POLICIES - continued

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.

Expenditure is categorised under the following headings.

- o Expenditure on charitable activities.
- o Other expenditure representing those items not falling into the above categories.

Support costs are those that assist with the work of the charity but do not directly represent charitable activities and include office costs, governance costs and other administrative costs.

TANGIBLE FIXED ASSETS

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

| | |
|-------------------------------------|---------------------------|
| Freehold property | - 1% on cost |
| Improvements to property | - 15% on reducing balance |
| Musical equipment and library books | - 20% on reducing balance |
| Fixtures and fittings | - 15% on reducing balance |
| Motor vehicles | - 25% on reducing balance |
| Computer & media equipment | - 33% on reducing balance |

Freehold land included within freehold property has not been depreciated.

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 net income/(expenditure) for the year.

TAXATION

The charity is exempt from corporation tax on its charitable activities.

The charity is charged corporation tax on its car parking income net of directly attributable expenditure.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash in hand and deposits held at call with banks. Bank overdrafts are shown within borrowings in current liabilities.

EMPLOYEE BENEFITS

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

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. ACCOUNTING POLICIES - continued**FUND ACCOUNTING**

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund.

Further explanations of the nature and purpose of each fund is included in the notes to the financial statements.

FINANCIAL INSTRUMENTS

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments.

Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost.

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 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.

PENSION COSTS AND OTHER POST-RETIREMENT BENEFITS

The charity contributes to a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

2. DONATIONS AND LEGACIES

| | 2018 | 2017 |
|---------------|----------------|----------------|
| | £ | £ |
| Donations | 103,066 | 89,688 |
| Building fund | 127,539 | 183,021 |
| Subscriptions | <u>650</u> | <u>2,154</u> |
| | <u>231,255</u> | <u>274,863</u> |

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 5 APRIL 2018**3. OTHER TRADING ACTIVITIES**

| | 2018 | 2017 |
|--------------------------------|----------------------|-----------------------|
| | £ | £ |
| Car parking income | 84,551 | 101,931 |
| Gift in kind - funeral parking | <u>9,550</u> | <u>9,550</u> |
| | <u>94,101</u> | <u>111,481</u> |

4. INVESTMENT INCOME

| | 2018 | 2017 |
|--------------------------|--------------|--------------|
| | £ | £ |
| Deposit account interest | <u>1,240</u> | <u>1,226</u> |

5. INCOME FROM CHARITABLE ACTIVITIES

| | 2018 | 2017 |
|----------------------------|---------------------|----------------------|
| | £ | £ |
| Ramgarhia Community Centre | - | 350 |
| Istri Sabha | <u>9,464</u> | <u>9,742</u> |
| | <u>9,464</u> | <u>10,092</u> |

6. OTHER INCOME

| | 2018 | 2017 |
|------------------------------|--------------|---------------|
| | £ | £ |
| Compensation for use of land | <u>4,459</u> | <u>13,288</u> |

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 5 APRIL 2018**

7. RAISING FUNDS**Other trading activities**

| | 2018 £ | 2017 £ |
|--------------------------------|---------------|---------------|
| Staff costs | 10,385 | 14,120 |
| Gift in kind - funeral parking | 9,550 | 9,550 |
| Car park rates | 3,018 | 2,875 |
| Car park repairs and renewals | 233 | 80 |
| Car park taxation charge | <u>13,483</u> | <u>16,109</u> |
| | <u>36,669</u> | <u>42,734</u> |

8. CHARITABLE ACTIVITIES COSTS

| | Direct costs (See note 9) £ | Support costs (See note 10) £ | Totals £ |
|-----------------------------------|-----------------------------------|-------------------------------------|----------------|
| Temple and building running costs | 116,772 | - | 116,772 |
| Support costs | <u>-</u> | <u>137,866</u> | <u>137,866</u> |
| | <u>116,772</u> | <u>137,866</u> | <u>254,638</u> |

9. DIRECT COSTS OF CHARITABLE ACTIVITIES

| | £ | £ |
|----------------------|----------------|----------------|
| Staff costs | 70,730 | 49,141 |
| Rates and water | 5,040 | 6,485 |
| Light and heat | 21,522 | 25,293 |
| Sundries | 3,340 | 4,080 |
| Repairs and renewals | <u>16,140</u> | <u>16,038</u> |
| | <u>116,772</u> | <u>101,037</u> |

10. SUPPORT COSTS

| | Sundry support costs £ | Governance costs £ | Totals £ |
|---------------|------------------------------|--------------------------|----------------|
| Support costs | <u>127,535</u> | <u>10,331</u> | <u>137,866</u> |

Support costs are those costs that have been incurred by the charity in order to further the continued development of the charity's charitable activities.

Support costs, included in the above, are as follows:

10. SUPPORT COSTS - continued**Sundry support costs**

| | 2018 | |
|---------------------------------------|-----------------------|-----------------------|
| | Support costs | |
| | £ | 2017 |
| | | £ |
| Wages | 11,121 | 13,180 |
| Food for congregation | 7,820 | 11,928 |
| Insurance | 2,415 | 2,740 |
| Advertising costs | 2,456 | 2,750 |
| Telephone and internet | 2,651 | 2,456 |
| Postage and stationery | 7,986 | 5,371 |
| Sundries | 10,423 | 10,689 |
| Donations | 5,732 | 4,256 |
| Kirtan Bheta | 11,459 | 40,152 |
| Pest control costs | 302 | 336 |
| Depreciation of tangible fixed assets | <u>65,170</u> | <u>39,402</u> |
| | <u>127,535</u> | <u>133,260</u> |

Governance costs

| | £ | 2017 |
|------------------------|----------------------|----------------------|
| | | £ |
| Insurance costs | 2,870 | 3,064 |
| Legal fees | 561 | 970 |
| Auditors' remuneration | 5,400 | 6,015 |
| Accountancy | <u>1,500</u> | <u>1,500</u> |
| | <u>10,331</u> | <u>11,549</u> |

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 5 April 2018 nor for the period ended 5 April 2017.

TRUSTEES' EXPENSES

Reimbursements were made to trustees during the year in relation to charity expenditure paid for personally by trustees.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 5 APRIL 2018**12. STAFF COSTS**

| | 2018 | 2017 |
|---------------------|----------------------|----------------------|
| | £ | £ |
| Wages and salaries | 92,236 | 76,367 |
| Other pension costs | <u>-</u> | <u>74</u> |
| | <u>92,236</u> | <u>76,441</u> |

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

| | 2018 | 2017 |
|----------------------------|-------------|-------------|
| Temple and ancillary staff | <u>4</u> | <u>5</u> |

No employees received emoluments in excess of £60,000.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 5 APRIL 2018

13. TANGIBLE FIXED ASSETS

| | Freehold property £ | Improvements to property £ | Musical equipment and library books £ |
|-----------------------|---------------------------|----------------------------------|---|
| COST | | | |
| At 6 April 2017 | 828,068 | 298,683 | 27,992 |
| Additions | - | 258,881 | - |
| At 5 April 2018 | 828,068 | 557,564 | 27,992 |
| DEPRECIATION | | | |
| At 6 April 2017 | 151,382 | 141,151 | 24,888 |
| Charge for year | 6,541 | 49,054 | 621 |
| At 5 April 2018 | 157,923 | 190,205 | 25,509 |
| NET BOOK VALUE | | | |
| At 5 April 2018 | 670,145 | 367,359 | 2,483 |
| At 5 April 2017 | 676,686 | 157,532 | 3,104 |

| | Fixtures and fittings £ | Motor vehicles £ | Computer & media equipment £ | Totals £ |
|-----------------------|-------------------------------|---------------------|---------------------------------------|-------------|
| COST | | | | |
| At 6 April 2017 | 206,747 | 12,300 | 29,918 | 1,403,708 |
| Additions | 2,084 | - | 404 | 261,369 |
| At 5 April 2018 | 208,831 | 12,300 | 30,322 | 1,665,077 |
| DEPRECIATION | | | | |
| At 6 April 2017 | 164,289 | 11,076 | 25,771 | 518,557 |
| Charge for year | 7,132 | 306 | 1,516 | 65,170 |
| At 5 April 2018 | 171,421 | 11,382 | 27,287 | 583,727 |
| NET BOOK VALUE | | | | |
| At 5 April 2018 | 37,410 | 918 | 3,035 | 1,081,350 |
| At 5 April 2017 | 42,458 | 1,224 | 4,147 | 885,151 |

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 5 APRIL 2018

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2018 | 2017 |
|---------------|--------------|--------------|
| | £ | £ |
| Other debtors | - | 311 |
| Prepayments | <u>3,897</u> | <u>6,032</u> |
| | <u>3,897</u> | <u>6,343</u> |

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2018 | 2017 |
|---------------------------------|----------------|---------------|
| | £ | £ |
| Tax | 52,653 | 55,279 |
| Social security and other taxes | 7,472 | 6,895 |
| Other creditors | 1,200 | - |
| Deferred income | - | 725 |
| Accrued expenses | <u>40,244</u> | <u>12,150</u> |
| | <u>101,569</u> | <u>75,049</u> |

Deferred income includes amounts received in respect of car park income totalling £nil as at 31 August 2018 (2017 - £725).

16. MOVEMENT IN FUNDS

| | At 6.4.17 | Net movement in funds | Transfers between funds | At 5.4.18 |
|---------------------------|------------------|--------------------------|----------------------------|------------------|
| | £ | £ | £ | £ |
| Unrestricted funds | | | | |
| General fund | 1,062,090 | (78,328) | 275,000 | 1,258,762 |
| Building fund | <u>952,945</u> | <u>127,540</u> | <u>(275,000)</u> | <u>805,485</u> |
| | 2,015,035 | 49,212 | - | 2,064,247 |
| | ----- | ----- | ----- | ----- |
| TOTAL FUNDS | <u>2,015,035</u> | <u>49,212</u> | <u>-</u> | <u>2,064,247</u> |

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 5 APRIL 2018

16. MOVEMENT IN FUNDS - continued

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

| | Incoming resources £ | Resources expended £ | Movement in funds £ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| Unrestricted funds | | | |
| General fund | 212,979 | (291,307) | (78,328) |
| Building fund | <u>127,540</u> | - | <u>127,540</u> |
| | <u>340,519</u> | <u>(291,307)</u> | <u>49,212</u> |
| TOTAL FUNDS | <u><u>340,519</u></u> | <u><u>(291,307)</u></u> | <u><u>49,212</u></u> |

Comparatives for movement in funds

| | At 6.4.14 £ | Net movement in funds £ | At 5.4.17 £ |
|---------------------------|-------------------------|-------------------------------|-------------------------|
| Unrestricted Funds | | | |
| General fund | 1,122,740 | (60,650) | 1,062,090 |
| Building fund | <u>769,925</u> | <u>183,020</u> | <u>952,945</u> |
| | <u>1,892,665</u> | <u>122,370</u> | <u>2,015,035</u> |
| TOTAL FUNDS | <u><u>1,892,665</u></u> | <u><u>122,370</u></u> | <u><u>2,015,035</u></u> |

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

| | Incoming resources £ | Resources expended £ | Movement in funds £ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| Unrestricted funds | | | |
| General fund | 227,930 | (288,580) | (60,650) |
| Building fund | <u>183,020</u> | - | <u>183,020</u> |
| | <u>410,950</u> | <u>(288,580)</u> | <u>122,370</u> |
| TOTAL FUNDS | <u><u>410,950</u></u> | <u><u>(288,580)</u></u> | <u><u>122,370</u></u> |

Purpose of fundsUnrestricted - General Fund

The General Fund represents the free funds of the charity that are not designated for particular purposes.

Designated - Building Fund

The Building Fund relates to amounts that have been set aside to fund the development of a new community and education centre which is to incorporate features such as a drop-in centre for elderly people, a leisure centre, wedding halls and a nursery for the children of the community. There are also plans to expand the car parking to incorporate an underground area to increase capacity.

17. PENSION COMMITMENTS

The charity contributes to the individual pension plans of certain employees. The assets of these schemes are held separately from those of the charity in independently administered funds.

The total contribution for the year amounted to £nil (2017 - £74) and outstanding contributions as at 5 April 2018 amounted to £nil (2017 - £nil).

18. RELATED PARTY DISCLOSURES

Reimbursements were made to trustees during the year in relation to charity expenditure paid for personally by trustees.

19. ULTIMATE CONTROLLING PARTY

The charity is controlled by a council of five custodian property trustees who are elected every 5 years by a members' ballot.

There are also three management trustees along with twenty selected committee members and they are in charge of the day to day running of the charity. Management trustees are elected every 3 years by a members' ballot.