

CHARITY REGISTRATION NUMBER: 515438

GURU NANAK GURDWARA WARRINGTON
Unaudited Financial Statements
30 June 2022

BK PLUS LIMITED
Chartered Certified Accountants
29 Waterloo Road
Wolverhampton
WV1 4DJ

GURU NANAK GURDWARA WARRINGTON

Financial Statements

Year ended 30 June 2022

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GURU NANAK GURDWARA WARRINGTON

Trustees' Annual Report

Year ended 30 June 2022

The trustees present their report and the unaudited financial statements of the Charitable Incorporated Organisation for the year ended 30 June 2022.

Reference and administrative details

Registered charity name	Guru Nanak Gurdwara Warrington
Charity registration number	515438
Principal office	Dover Road Latchford Warrington WA4 1NM

The trustees

Mr P S Sekhon	
Mr D S Johal	
Mr P Singh	
Mr K S Dhillon	(Appointed 27 January 2022)
Mr H S Toor	(Appointed 27 January 2022)
Mr P Singh (Langer seva)	(Appointed 1 March 2022)
Mr J Singh (Langer seva)	(Appointed 1 March 2022)
Mr C Singh (Langer seva)	(Appointed 1 March 2022)
Mr R S Khanijau (Building maintenance)	(Appointed 1 March 2022)
Mr M Singh (Health and safety)	(Appointed 1 March 2022)
Mr P S Sidhu (Secretary)	(Appointed 1 March 2022)
Mr G Singh (Communications/stage)	(Appointed 1 March 2022)
Mr K S Dhaliwal (Stage)	(Appointed 1 March 2022)
Mr B S Gill (Langer shopping/education)	(Appointed 1 March 2022)

Independent examiner	J.C. Reed FCA TEP BK Plus Limited Chartered Accountants
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GURU NANAK GURDWARA WARRINGTON

Trustees' Annual Report *(continued)*

Year ended 30 June 2022

Structure, governance and management

The Charity is governed by its constitution (dated 27th January 2022) as a Charitable Incorporated Organisation whose only voting members are its charity trustees, and the Trustees are responsible for the administration and investment policy of the Charity. The First trustees are appointed for an indefinite period, further trustees may be appointed by the trustees.

A Managing Committee of members is appointed by the Trustees to manage the day to day operations. There are sub committees set up to cover building development and maintenance, youth related activities, women social and welfare, religious and Punjabi education. The Charity is governed by its constitution (dated 27th January 2022) as a Charitable Incorporated Organisation whose only voting members are its charity trustees, and the Trustees are responsible for the administration and investment policy of the Charity. The First trustees are appointed for an indefinite period, further trustees may be appointed by the trustees.

A Managing Committee of members is appointed by the Trustees to manage the day to day operations. There are sub committees set up to cover building development and maintenance, youth related activities, women social and welfare, religious and Punjabi education.

Objectives and activities

The object of the charity continues to be the furtherance of the Sikh religion in accordance with the teachings of Sri Guru Granth Sahib. Whilst the primary objective of the charity is to enable those of a Sikh heritage and Sikh commitment to share a place of worship, sangat (congregation) and Langar (communal kitchen and food), the GNG prides itself on being able to extend its building and its volunteers' time to all members of the Warrington community and neighbouring towns.

1. Practice of Sikhism: to provide facilities to enable followers of the Sikh religion to practice their faith in a convenient and conducive environment in accordance to Sikh Gurmat i.e. the principles and rules lay down by the Ten Gurus and Sri Guru Granth Sahib (the Holy Scriptures).
2. Celebration of Sikhism and Sikh Beliefs: to hold key events to highlight events of the Sikh calendar.
3. Focus on education and sports: ensure the charity delivers education on both religious ideology and Punjabi language and providing opportunities for sport and the distribution of non-faith information and education.
4. Community Focus and Public Benefit. Focus on the community integration and diversity.
5. Improve the GNG facilities: increase the facilities and capacity of the building.

Public Benefit

The trustees and the management committee have had due regard to the Charity Commission's guidance on public benefit. In particular GNG has provided public benefit in relation to the advancement of religion and of community development particularly through its education and youth activities which involve local schools invited to GNG.

Volunteers

Many volunteers give up their time to help at the Gurdwara, particularly on Wednesday evenings to prepare and distribute hot vegetarian meals to homeless people at YMCA Warrington. This service has been in operation for the last three years and will carry on as long as there is a Gurdwara in Warrington.

GURU NANAK GURDWARA WARRINGTON

Trustees' Annual Report *(continued)*

Year ended 30 June 2022

Achievements and performance

Practice of Sikhism: GNG has one priest to support all religious services. The priest is responsible for all religious services. The Gurdwara is open from 5.00 am to 7.00 pm. If needed for special services the Gurdwara is open as and when required by the congregation. Daily and morning services are conducted inside the temple. Services and other practices according to the Sikh Rehat Maryada (Sikh Code of Conduct) are performed for weddings, birthdays, name-giving ceremonies, funerals or any other occasions according to the needs of the worshippers throughout the year. Regular daily services/prayers are conducted at the following times: 5:30am to 6:00am (Nit-Name and morning prayers service) 6.00pm (Rehras, and evening prayer service).

Increasing the knowledge of Sikhism and the functioning of the Gurdwara community focus and public benefit to the wider community. We have hosted Primary and Secondary from across Cheshire. Students and teachers spend one to two hours inside the Gurdwara. They are given a tour of the Gurdwara and shown of the facilities provided to the Sangat and made aware of the practices and traditional routine of prayers in the Gurdwara. They are taken around the building and shown the langar hall where all the worshippers prepare food and eat together.

Financial review

Trustees are responsible for the maintenance and integrity of the charity and financial information. Monthly income and expenditure is prepared and discussed on a regular basis.

The income of the charity for the year amounted to £44,807 (2021: £28,736) and the expenditure was £116,649 (2021: £38,451) giving a deficit of £71,842 (2021 deficit of £9,715). The deficit was attributable to the cost of a major roof repair amounting to £79,279, which was covered by drawing on reserves.

Reserves policy

It is the policy of the trustees to maintain reserves on the general funds of the charity equal to about six months' normal expenditure. At the year-end this would have required reserves of about £19,000. Actual free reserves amounted to £7,441 after allowing for fixed assets, and the trustees expect surpluses in future years will restore the level of reserves to sustain the development of the charity.

GURU NANAK GURDWARA WARRINGTON

Trustees' Annual Report *(continued)*

Year ended 30 June 2022

The trustees' annual report was approved on 12 December 2023 and signed on behalf of the board of trustees by:

Mr P S Sekhon
Trustee

Mr D S Johal
Trustee

Mr P Singh
Trustee

Mr K S Dhillon
Trustee

Mr H S Toor
Trustee

GURU NANAK GURDWARA WARRINGTON

Independent Examiner's Report to the Trustees of Guru Nanak Gurdwara Warrington

Year ended 30 June 2022

I report to the trustees on my examination of the financial statements of Guru Nanak Gurdwara Warrington ('the Charitable Incorporated Organisation') for the year ended 30 June 2022.

Responsibilities and basis of report

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

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

Independent examiner's statement

I have completed my examination. I have identified matters of concern that give me reasonable cause to believe that:

- (1) accounting records were not kept in respect of the Charitable Incorporated Organisation as required by section 130 of the Act; and
- (2) the accounts do not accord with those records.

The Charitable Incorporated Organisation has significant amounts of income and expenditure in the form of cash transactions but the cash book only has a partial record of the money received and expended. The Golak collections received amounted to over £14,000 but there was no documentary evidence of those collections being counted and recorded. Numerous cash payments had been made but were not recorded. There was no record of the amount of cash in hand at the year-end.

It is also a matter of concern that £6,911 was spent by Mr K.S. Dhillon, one of the trustees, on behalf of the Charitable Incorporated Organisation and that he was reimbursed largely in cash payments taken out of donations received.

I confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.

J.C. Reed FCA TEP
BK Plus Limited
Chartered Accountants
Independent Examiner

29 Waterloo Road
Wolverhampton
WV1 4DJ

23 February 2024

GURU NANAK GURDWARA WARRINGTON

Statement of Financial Activities

Year ended 30 June 2022

		2022		2021
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	16,782	16,782	5,320
Investment income	5	28,025	28,025	23,416
Total income		<u>44,807</u>	<u>44,807</u>	<u>28,736</u>
Expenditure				
Expenditure on charitable activities	6,7	116,649	116,649	38,451
Total expenditure		<u>116,649</u>	<u>116,649</u>	<u>38,451</u>
Net expenditure and net movement in funds		<u>(71,842)</u>	<u>(71,842)</u>	<u>(9,715)</u>
Reconciliation of funds				
Total funds brought forward		601,345	601,345	611,060
Total funds carried forward		<u>529,503</u>	<u>529,503</u>	<u>601,345</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 8 to 14 form part of these financial statements.

GURU NANAK GURDWARA WARRINGTON

Statement of Financial Position

30 June 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	12	264,771	266,389
Investments	13	257,291	257,291
		<u>522,062</u>	<u>523,680</u>
Current assets			
Debtors	14	1,509	—
Cash at bank and in hand		18,145	88,068
		<u>19,654</u>	<u>88,068</u>
Creditors: amounts falling due within one year	15	<u>12,213</u>	<u>10,403</u>
Net current assets		<u>7,441</u>	<u>77,665</u>
Total assets less current liabilities		<u>529,503</u>	<u>601,345</u>
Net assets		<u>529,503</u>	<u>601,345</u>
Funds of the charity			
Unrestricted funds		<u>529,503</u>	<u>601,345</u>
Total charity funds	17	<u>529,503</u>	<u>601,345</u>

These financial statements were approved by the board of trustees and authorised for issue on 12 December 2023, and are signed on behalf of the board by:

Mr P S Sekhon
Trustee

Mr D S Johal
Trustee

Mr P Singh
Trustee

Mr K S Dhillon
Trustee

Mr H S Toor
Trustee

The notes on pages 8 to 14 form part of these financial statements.

GURU NANAK GURDWARA WARRINGTON

Notes to the Financial Statements

Year ended 30 June 2022

1. General information

The Charitable Incorporated Organisation is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is Dover Road, Latchford, Warrington, WA4 1NW.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires the trustees to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

GURU NANAK GURDWARA WARRINGTON

Notes to the Financial Statements *(continued)*

Year ended 30 June 2022

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

GURU NANAK GURDWARA WARRINGTON

Notes to the Financial Statements *(continued)*

Year ended 30 June 2022

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the Charitable Incorporated Organisation are assigned to those units.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the Charitable Incorporated Organisation will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

GURU NANAK GURDWARA WARRINGTON

Notes to the Financial Statements *(continued)*

Year ended 30 June 2022

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
Donations	14,242	14,242	4,891	4,891
Donation for NHS	–	–	360	360
Donations from Local Charity	2,540	2,540	–	–
Grants				
Government grant - HMRC JRS Grant	–	–	69	69
	<u>16,782</u>	<u>16,782</u>	<u>5,320</u>	<u>5,320</u>

5. Investment income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Income from investment properties	28,023	28,023	23,409	23,409
Bank interest receivable	2	2	7	7
	<u>28,025</u>	<u>28,025</u>	<u>23,416</u>	<u>23,416</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Furtherance of the Sikh religion	114,650	114,650	37,252	37,252
Support costs	1,999	1,999	1,199	1,199
	<u>116,649</u>	<u>116,649</u>	<u>38,451</u>	<u>38,451</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2022 £	Total fund 2021 £
Furtherance of the Sikh religion	114,650	–	114,650	37,252
Governance costs	–	1,999	1,999	1,199
	<u>114,650</u>	<u>1,999</u>	<u>116,649</u>	<u>38,451</u>

8. Net expenditure

Net expenditure is stated after charging/(crediting):

	2022 £	2021 £
Depreciation of tangible fixed assets	<u>2,038</u>	<u>1,996</u>

GURU NANAK GURDWARA WARRINGTON

Notes to the Financial Statements *(continued)*

Year ended 30 June 2022

9. Independent examination fees

	2022	2021
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	2,000	1,200

10. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2022	2021
	£	£
Wages and salaries	5,250	3,441

The average head count of employees during the year was 2 (2021: 1).

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

11. Trustee remuneration and expenses

There was no remuneration for the Trustees.

12. Tangible fixed assets

	Land and buildings £	Fixtures and fittings £	Total £
Cost			
At 1 July 2021	252,295	19,962	272,257
Additions	–	420	420
At 30 June 2022	252,295	20,382	272,677
Depreciation			
At 1 July 2021	–	5,868	5,868
Charge for the year	–	2,038	2,038
At 30 June 2022	–	7,906	7,906
Carrying amount			
At 30 June 2022	252,295	12,476	264,771
At 30 June 2021	252,295	14,094	266,389

GURU NANAK GURDWARA WARRINGTON

Notes to the Financial Statements *(continued)*

Year ended 30 June 2022

13. Investments

	Investment properties £
Cost	
At 1 July 2021 and 30 June 2022	257,291
Impairment	
At 1 July 2021 and 30 June 2022	
Carrying amount	
At 30 June 2022	<u>257,291</u>
At 30 June 2021	<u>257,291</u>

All investments shown above are held at valuation.

Investment properties

The investment properties shown above are stated at cost, as in the opinion of the Trustees that is not materially different from their fair value.

14. Debtors

	2022 £	2021 £
Prepayments and accrued income	<u>1,509</u>	<u>—</u>

15. Creditors: amounts falling due within one year

	2022 £	2021 £
Trade creditors	8,854	—
Accruals and deferred income	3,359	1,343
Other creditors	—	9,060
	<u>12,213</u>	<u>10,403</u>

16. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2022 £	2021 £
Recognised in income from donations and legacies:		
Government grants income	<u>—</u>	<u>69</u>

GURU NANAK GURDWARA WARRINGTON

Notes to the Financial Statements *(continued)*

Year ended 30 June 2022

17. Analysis of charitable funds

Unrestricted funds

	At 1 July 2021	Income	Expenditure	At 30 June 2022
	£	£	£	£
General funds	601,345	44,807	(116,649)	529,503
		<u>44,807</u>	<u>(116,649)</u>	<u>529,503</u>

	At 1 July 2020	Income	Expenditure	At 30 June 2021
	£	£	£	£
General funds	611,060	28,736	(38,451)	601,345
		<u>28,736</u>	<u>(38,451)</u>	<u>601,345</u>

18. Analysis of net assets between funds

	Unrestricted Funds	Total Funds 2022
	£	£
Tangible fixed assets	522,062	522,062
Current assets	19,654	19,654
Creditors less than 1 year	(12,213)	(12,213)
Net assets	<u>529,503</u>	<u>529,503</u>

	Unrestricted Funds	Total Funds 2021
	£	£
Tangible fixed assets	523,680	523,680
Current assets	88,068	88,068
Creditors less than 1 year	(10,403)	(10,403)
Net assets	<u>601,345</u>	<u>601,345</u>

GURU NANAK GURDWARA WARRINGTON

Management Information

Year ended 30 June 2022

The following pages do not form part of the financial statements.

GURU NANAK GURDWARA WARRINGTON

Detailed Statement of Financial Activities

Year ended 30 June 2022

	2022 £	2021 £
Income and endowments		
Donations and legacies		
Donations	14,242	4,891
Donation for NHS	–	360
Donations from Local Charity	2,540	–
Government grant - HMRC JRS Grant	–	69
	<u>16,782</u>	<u>5,320</u>
Investment income		
Income from investment properties	28,023	23,409
Bank interest receivable	2	7
	<u>28,025</u>	<u>23,416</u>
Total income	<u>44,807</u>	<u>28,736</u>
Expenditure		
Expenditure on charitable activities		
Purchases	1,957	3,232
Wages and salaries	5,250	3,441
Rent	331	27
Rates and water	304	214
Light and heat	13,792	7,850
Repairs and maintenance	81,347	6,549
Insurance	1,192	2,356
Other establishment	1,428	749
Vehicle leasing/hire	–	550
Legal and professional fees	4,199	3,185
Telephone	714	931
Other office costs	847	1,011
Depreciation	2,038	1,996
External religious services	3,250	6,360
	<u>116,649</u>	<u>38,451</u>
Total expenditure	<u>116,649</u>	<u>38,451</u>
Net expenditure	<u>(71,842)</u>	<u>(9,715)</u>

GURU NANAK GURDWARA WARRINGTON

Notes to the Detailed Statement of Financial Activities

Year ended 30 June 2022

	2022	2021
	£	£
Expenditure on charitable activities		
Furtherance of the Sikh religion		
<i>Activities undertaken directly</i>		
Food	1,957	3,232
Wages and salaries	5,250	3,441
Printing and stationery	331	27
Water	304	214
Light & heat	13,792	7,850
Repairs & maintenance	81,347	6,549
Insurance	1,192	2,356
Cleaning	1,428	749
Advertisement	–	550
Legal and professional fees	2,200	1,986
Telephone	714	931
Sundries	847	1,011
Depreciation	2,038	1,996
External religious services	3,250	6,360
	<u>114,650</u>	<u>37,252</u>
Governance costs		
Accountancy fees	1,999	1,199
	<u>116,649</u>	<u>38,451</u>