

LIVERPOOL SOMALI COMMUNITY

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2021

Charity Registration No. 702142

LIVERPOOL SOMALI COMMUNITY TRUSTEES' REPORT FOR THE YEAR ENDED 31ST MARCH 2021

The trustees are pleased to present their annual report for the year ended 31st March 2021.

The financial statements have been prepared in accordance with the charity's trust deed, 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 published (FRS 102).

OBJECTIVES AND ACTIVITIES

The aims and objects of Liverpool Somali Community are to relieve need and to advance education among the Somali Community in Liverpool, to advance the Islamic religion and to provide facilities in the interest of social welfare for recreation and other leisure-time occupation for those members of the said Community who have need of such facilities by reason of their youth, age, infirmity or disablement and conditions of life of such members of the said Community.

Public Benefit Statement

In considering the objectives and activities, the Trustees have considered Charity Commission guidance on Public Benefit to ensure that the charity is meeting its Public Benefit requirements.

ACHIEVEMENTS FOR THE YEAR

This financial year 2020/2021 has been a very difficult year, because of the Covid-19 Pandemic effect and the lockdowns. Despite this, the Liverpool Somali Community has continued to operate and provide its services remotely during the strict lockdown and face to face in other times. We have always followed the Government guidelines regarding the Covid-19 rules and regulations. The following are some of our main achievements:

1. Translation and Interpreting
2. Guidance and sign-posting Benefit Agencies, Job Centre Plus, Immigration, Care-line, NHS, Hospital appointments, GP's appointments, Education, CV guidance and Housing.
3. Filling in forms for members (forms of Passports applications, Welfare Benefits, etc)
4. Delivery of one main hot halal meal to Vulnerable members of our Community who were Isolating and/or Shielding.
5. Link with other organisations to Benefit the Community.
6. Secured Funding from:
 - a) Community Foundation £2250 From May to July 2020. We implemented the Somali Support Project. 68 people benefited from this project during the peak of the Coronavirus Pandemic.
 - b) PH Holt foundation £2684 from May to October 2020. This grant helped us continue our work during the Pandemic by covering our running costs including the Rent, Gas, Electricity, Water and Volunteer expenses. We have served 148 people.
 - c) Community Foundation £9980 from September 2020 to February 2021. Food aid and Phone Advice Project. One main hot meal delivered to 30 vulnerable members of our community who were isolating and/or shielding. We have served 333 clients helping them with their problems regarding welfare benefits, housing, debt, utility bills, immigration and refugees etc.
 - d) Awards for All Lottery Covid-19 response £9953: from September 2020 to February 2021 the project provided essential services to the Somali and other members of the local community in Liverpool. The services included: Mental health awareness programme; research into the effects of Covid-19 and lockdown for BME

LIVERPOOL SOMALI COMMUNITY TRUSTEES' REPORT FOR THE YEAR ENDED 31ST MARCH 2021

communities including project staff and service users to plan for future resurgence and second lockdown.

- e) Community Foundation £4950: Food aid project and phone support. We have helped 256 members of the local community
 - f) Submitted an application for funding to John Moores Foundation to cover essential core costs including rent, gas electricity and to partially pay for our administrator.
7. Submitted application for funding to various Funders to continue serving the Local People.

FINANCIAL REVIEW

Total income for the year was £39,997 (2020: £10,507) of which £39,857 (2020: £5,120), related to funding for projects upon which restrictions are placed.

Total expenditure for the year was £28,634 (2020: £12,775), leaving a surplus for the year of £11,363 (2020: deficit of £2,268).

At 31st March 2021 the charity's reserves stood at £16,809 (2020: £5,446) of which £18,874 (2020: £4,155) represented restricted funds.

Risk Management

The main risks, to which the Charity is exposed, as identified by the Trustees, have been considered including Covid-19 Pandemic and systems have been established to mitigate those risks.

Reserves Policy

It is the policy of the charity to maintain unrestricted funds, which are reserves at a level to cover three months' running costs should no further funding be received.

As at the end of the financial year the unrestricted funds totalled (£2,065). The charity requires £874 for three months' running costs.

PLANS FOR FUTURE

The Trustees plan:

- 1) To provide services to its members/clients and the local community, particularly the vulnerable, Elderlies during the Covid-19 Pandemic, following the Government Guidelines on the Coronavirus Pandemic.
- 2) During the Covid-19 Pandemic, the services will be delivered in three ways:
 - a) Advocacy and support by Telephone (instead of Face-to-Face),
 - b) By online/internet and
 - c) Face to Face Advocacy and support when restrictions are eased/lifted.
- 3) To secure funding during the Covid-19 Pandemic and beyond to continue delivering services to our local community.
- 4) To secure funding for an Information and Advice Officer to deliver essential services such as advocacy and advice on Welfare Benefits, Immigration, Education and Health and Social Welfare at the centre to the members and the local Somali Community.
- 5) To raise funding to sustain the Organisation and expand services.
- 6) To refurbish and renovate our kitchen to high standards.

LIVERPOOL SOMALI COMMUNITY TRUSTEES' REPORT FOR THE YEAR ENDED 31ST MARCH 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Liverpool Somali Community is a registered charity, number 702142 formed in 24th November 1989. The Governing Document is a constitution adopted on 5th November 1989.

The Board of Trustees, along with a number of advisors and staff members, forms the Management Committee which appoints officers who are responsible for the day-to-day running of Liverpool Somali Community. Management Committee meetings are held bi-monthly and agenda items include finance, health & safety and staff reports.

REFERENCE AND ADMINISTRATIVE DETAILS

Name Liverpool Somali Community

Charity Number 702142

Registered Office 57 Granby Street
Toxteth
Liverpool,
L8 2TU


Board of Trustees The charity is governed by its Board of Trustees.
Members of the Board of Trustees during the year are listed below:

Trustees Mr Mohamed Awad (Deceased 6th December 2021)
Mr Mahamoud Adam
Mr Abdullahi Ali
Mr Deq Gutale (Appointed 20th June 2021)
Mr Ahmed Hirsi – Secretary
Mr Ali Hussein - Treasurer
Mr Ahmed Sharif Jamal (Appointed 20th June 2021)
Mr Ismail Mohamed (Appointed 11th September 2020)
Mr Abdullahi Hasson Saleh (Resigned 1st August 2020)
Mr Adan Abdullahi Shirreh

Independent Examiner Paula Sanchez ACCA
c/o LCVS
151 Dale Street,
Liverpool,
L2 2AH

Bankers Natwest plc,
22 Castle Street
Liverpool
L2 0UP

Signed on behalf of the Board of Trustees



Mr Ali Hussein, Trustee

21-01-2022

Date

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF LIVERPOOL SOMALI COMMUNITY

I report on the accounts of the charity for the year ended 31st March 2021 which are set out on pages 5 to 15

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 (the Charities Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act, 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 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 the 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:

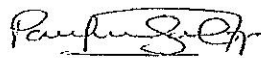
(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 386 of the Companies Act 2006; and
- accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Name: **Paula Sanchez**



Relevant professional qualification or body: **ACCA**

Address: **c/o LCVS 151 Dale Street, L2 2AH**

Dated: 25th January 2022

**LIVERPOOL SOMALI COMMUNITY
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2021**

	Notes	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Totals 2021 £	Totals 2020 £
Income and endowments from:					
Donations	2a	140	-	140	5,387
Charitable Activities	2b	-	39,857	39,857	5,120
Total income		140	39,857	39,997	10,507
Expenditure on:					
Charitable activities	3	3,496	25,138	28,634	12,775
Total expenditure		3,496	25,138	28,634	12,775
Net (expenditure)/income, net movement in funds		(3,356)	14,719	11,363	(2,268)
Total funds brought forward	8, 9	1,291	4,155	5,446	7,714
Total funds carried forward	7 - 9	(2,065)	18,874	16,809	5,446

The notes on pages 7 to 15 form part of these accounts. All the above amounts relate to continuing activities of the charity.

**LIVERPOOL SOMALI COMMUNITY
BALANCE SHEET AS AT 31ST MARCH 2021**

	Notes	31 st March 2021		31 st March 2020	
		£	£	£	£
Fixed assets					
Tangible fixed assets	4		1,281		505
Current assets					
Debtors	5		-		-
Cash at bank and in hand			16,203		5,741
			<u>16,203</u>		<u>5,741</u>
Current liabilities					
Creditors: amounts falling due within one year	6		(675)		(800)
			<u>15,528</u>		<u>4,941</u>
Net current assets					
			<u>16,809</u>		<u>5,446</u>
Total assets less current Liabilities			<u>16,809</u>		<u>5,446</u>
			<u>16,809</u>		<u>5,446</u>
Funds:					
			£		£
Unrestricted funds	7, 8		(2,065)		1,291
Restricted funds	7, 9		18,874		4,155
			<u>16,809</u>		<u>5,446</u>
			<u>16,809</u>		<u>5,446</u>

Approved by the Board on: 21-01-2022


Mr Ali Hussein, Trustee

LIVERPOOL SOMALI COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

1. Accounting Policies

Basis of accounting

The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (SORP 2015) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) and Charities Act 2011.

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

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.

Going concern

The Charity has not been significantly impacted financially by Covid-19, due to receiving emergency funding from three funders. At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. The Trustees have therefore adopted the going concern basis of accounting in preparing the accounts,

Fund accounting

Unrestricted funds are the charity's free reserves available for the trustees to apply in accordance with the charities objectives.

Restricted funds are subject to specific restrictive conditions imposed by the donor. All restricted funds are accounted for as restricted income and expenditure for the purposes is charged to the fund.

Income recognition

All income is recognised once the charity has entitlement to the income, there is sufficient certainty of receipt and so it is probable that the income will be received, and the amount of income receivable can be measured reliably.

Donations and legacies comprise of donations and general grants which are recognised in the accounts when received, with the exception of known legacies which are accounted for when their receipt is certain.

Income from charitable activities is recognised on an accruals basis except for grants receivable, which are recognised on the date on which their unconditional payment is confirmed by the donor.

Expenditure recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charitable company to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

LIVERPOOL SOMALI COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

All expenditure is accounted for on an accruals basis. All expenses, including support costs and governance costs, are allocated or apportioned to the applicable expenditure headings in the Statement of Financial Activities. Support and governance costs are applied to unrestricted funds unless specifically included in the restrictions, as specified by the donor.

Expenditure on charitable activities relate to the operation of the charity comprising of direct charitable expenditure to meet the objectives of the charitable company. Support and governance costs relate to the management and operation of the organisation and also compliance with constitutional and statutory requirements in producing the annual report. These are dealt with in the Statement of Financial Activities when payment has been approved by the charitable company.

Fixed Assets

Capital expenditure of £250 and above is stated in the balance sheet at cost less accumulated depreciation. Depreciation is provided to write off the cost of each asset over its expected useful life as below:

Equipment	25% per annum Reducing balance basis
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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.

Financial instruments

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

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

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

Basic financial assets

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

Basic financial liabilities

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

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

LIVERPOOL SOMALI COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

Derecognition of financial liabilities

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

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 on-going 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.

All expenditure is accounted for on an accruals basis. All expenses, including support costs and governance costs, are allocated or apportioned to the applicable expenditure headings in the Statement of Financial Activities. Support and governance costs are applied to unrestricted funds unless specifically included in the restrictions, as specified by the donor.

Cost of charitable activities relate to the operation of the charity comprising of direct charitable expenditure to meet the objectives of the charity. Support and governance costs relate to the management and operation of the organisation and also compliance with constitutional and statutory requirements in producing the annual report. These are dealt with in the Statement of Financial Activities when payment has been approved by the charity

Taxation

Income and gains are exempt from taxation as they are received and applied for charitable purposes only. The charity benefits from various exemptions from taxation afforded by tax legislation and is not liable to corporation tax on income or gains falling within those exemptions. The charity is not able to recover Value Added Tax. Expenditure is recorded in the accounts inclusive of VAT.

2. Income and endowments from:

	Unrestricted Funds	Restricted Funds	Total Funds	Total Funds
	2021	2021	2021	2020
	£	£	£	£
a. Donations and legacies				
Donations	140	-	140	5,387
	=====	=====	=====	=====

LIVERPOOL SOMALI COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

	Unrestricted Funds	Restricted Funds	Total Funds	Total Funds
	2021	2021	2021	2020
	£	£	£	£
b. Charitable Activities				
Dulverton Trust Fund	-	4,950	4,950	-
John Moores Foundation	-	-	-	5,120
LCR Cares	-	12,280	12,280	-
LCVS Community Fund	-	-	-	2,925
P.H. Holt	-	12,674	12,674	-
TNL Community Fund	-	9,953	9,953	-
	-	39,857	39,857	8,045
	=====	=====	=====	=====

3. Expenditure on charitable activities

	Direct Charitable Expenditure	Support & Governance Costs	Total 2021	Total 2020
	£	£	£	£
To advance Islamic religion through the Provision of facilities for the advance of education, recreation and leisure time	24,230	4,404	28,634	12,775
	=====	=====	=====	=====

LIVERPOOL SOMALI COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

a. analysed as follows:

	2021	2020
	£	£
<i>Direct charitable expenditure:</i>		
Building running costs	5,954	6,258
Sessional fees	12,453	2,600
Volunteer expenses	2,590	1,760
Equipment	1,423	-
Food Ingredients	1,810	-
	<u>24,230</u>	<u>10,618</u>
	2021	2020
	£	£
<i>Support & governance costs:</i>		
Office costs	2,318	908
Refreshments	1,105	588
Insurance	132	118
Accountancy	675	375
Depreciation	174	168
	<u>4,404</u>	<u>2,157</u>
Total expenditure on charitable activities	28,634	12,775
	=====	=====

£25,139 (2020: £6,550) of the above expenditure is restricted expenditure

b. Staff Costs

There were no employees during the year end 31st March 2021 (2020: none)

The Trustees are not remunerated for their services.

No out of pocket expenses were reimbursed to trustees in the year

LIVERPOOL SOMALI COMMUNITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

4. Tangible fixed assets

	Equipment £	Total £
Cost		
Balance at 1 st April 2020	27,377	27,377
Additions during the year	950	950
	-----	-----
Balance at 31 st March 2021	28,327	28,327
	-----	-----
Accumulated Depreciation		
Balance at 1 st April 2020	26,872	26,872
Charge for the year	174	174
	-----	-----
Balance at 31 st March 2021	27,046	27,046
	-----	-----
Net Book Value at 31st March 2021	1,281	1,281
	=====	=====
Net Book Value at 31 st March 2020	505	505
	=====	=====

There were no material commitments at the year end.

All fixed assets are used in the direct charitable activities of the organisation.

5. Debtors

There were no debtors as at year end 31st March 2021 (2020: £nil).

6. Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals	675	800
	=====	=====

LIVERPOOL SOMALI COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

7. Analysis of net assets between funds

	Tangible Fixed Assets £	Net Current Assets £	Total £
Unrestricted Funds			
General Fund	142	(2,207)	(2,065)
Restricted Funds			
Big Lottery Fund Grant – Awards For All	148	-	148
Dulverton Trust Fund	-	3,910	3,910
John Moores Foundation	-	3,840	3,840
LCR Cares	903	-	903
Liverpool Mutual Homes	89	-	89
P.H. Holt	-	9,984	9,984
	1,140	17,734	18,874
Totals	1,282	15,527	16,809

8. Unrestricted Funds

Movements in the Year

	Resources at Beginning of Year £	Income £	Expenditure £	Resources at the End of Year £
General Fund	1,291	140	(3,496)	(2,065)

General Fund is used to finance the charity's general activities and core costs as outlined in the Trustees' Report.

LIVERPOOL SOMALI COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

9. Restricted Funds

	<u>Movements in the Year</u>			Resources at the End of Year £
	Resources at Beginning of Year £	Income £	Expenditure £	
Big Lottery Fund Grant – Awards For All	197	-	(49)	148
Dulverton Trust Fund	-	4,950	(1,040)	3,910
John Moores Foundation	3,840	-	-	3,840
LCR Cares	-	12,280	(11,377)	903
Liverpool Mutual Homes	118	-	(29)	89
P.H. Holt	-	12,674	(2,690)	9,984
TNL Community Fund	-	9,953	(9,953)	-
	<u>4,155</u>	<u>39,857</u>	<u>(25,138)</u>	<u>18,874</u>

These are monies given to the charity to be spent at the discretion of the Board of Trustees for specific charitable purposes, as follows:

Big Lottery Fund Grant – Awards For All – Contribution towards ‘Welcome! Advice and support’ project

Dulverton Trust Fund – Contribution towards tackling food poverty by delivering hot halal meals and food parcels to vulnerable community members.

John Moores Foundation – Contribution towards salary and rent costs

LCR Cares – To provide food aid, phone advice and contribution towards overheads, volunteer costs and sessional staff costs to continue delivery of hot meals.

Liverpool Mutual Homes – Contribution towards the purchase of equipment.

P.H. Holt – Contribution towards advice services programme and to cover running costs and volunteer expenses at the centre.

TNL Community Fund – Project for an employment/debt advice and health/mental health signposting service, events and awareness campaign, an independent research on the effects of the lockdown in order to plan for the future.

10. Related Party Transactions

There were no material related party transactions during this year which require disclosure (2020: Nil).

LIVERPOOL SOMALI COMMUNITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

11. Operating Lease Commitments

Financial commitments under non-cancellable operating leases relating to property lease of 57 Granby Street, Liverpool L8 2TU, dated 1st September 2020 for 24 months and this will result in the following payments falling due at 31st March 2021.

	2021	2020
Land & Building		
Operating leases which expire:	£	£
Due in one year	4,560	1,900
Due 1 to 2 years	1,900	-
	-----	-----
	6,460	1,900
	=====	=====