

Charity registration number: 273854

**UNAFFILIATED CONGREGATIONAL
CHURCHES CHARITIES**

**ANNUAL REPORT AND
FINANCIAL STATEMENTS
31 DECEMBER 2019**

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

CONTENTS

Reference and administrative details	1
Trustees' Report	2 to 9
Statement of Trustees' Responsibilities	10
Independent Auditors' Report	11 to 14
Statement of Financial Activities	15 to 16
Balance Sheet	17
Notes to the Financial Statements	18 to 36

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

REFERENCE AND ADMINISTRATIVE DETAILS

YEAR ENDED 31 DECEMBER 2019

Registered charity name	Unaffiliated Congregational Churches Charities
Charity number	273854
Principal office	678 Ripponden Road Moorside Oldham OL4 2LP
Trustees	Mr R J Alp Mrs L Perry Pastor M J Valentine Mr P Butler Revd C Damp Mr D M Tucker Revd G M Evans Revd W Harrow Dr D L James
Executive Officer	Revd F Wroe
Bankers	National Westminster Bank plc 16 South Parade Nottingham NG1 2JX
Solicitors	Anthony Collins Solicitors 134 Edmond Street Birmingham B3 3ES
Auditors	Horsfield & Smith Chartered Accountants & Statutory Auditor Tower House 269 Walmersley Road Bury Lancashire BL9 6NX

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

TRUSTEES' REPORT YEAR ENDED 31st DECEMBER 2019

The Trustees present their Report and the Financial Statements of the Charity for the year ended 31st December 2019.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the Charity governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland published on 16 July 2014.

THE TRUSTEES

The Trustees who served the Charity during the period 1st January to 31st December 2019 were as follows:

Elected by the Unaffiliated Congregational Churches (UCC)

Mr R Alp (Honorary Chairman of Trustees)
Mrs Linda Perry
Pastor M J Valentine

Nominative Trustees from the Congregational Federation (CF)

Mr P Butler
Revd C Damp
Mr M Tucker

Nominative Trustees from the Evangelical Fellowship of Congregational Churches (EFCC)

Dr D L James (Honorary Secretary of Trustees)
Reverend Gwynne Evans
Reverend William Harrow (Resigned June 2019)

Achievements and performance

The Trustees met on three occasions during 2019, March, June and November, in order to consider the business of the Charity including the general business of the Charity, grant applications from listed churches and individuals connected to the churches. Details of the awards made and the activity of the Charity are outlined in this report.

Of the nine appointed Trustees:

Eight Trustees attended all three meetings

One Trustee attended two meetings.

The Executive Officer attended three meetings.

At the end of January 2019 the Reverend Frank Wroe was informed that the Reverend John Franks, who was Administrative Clerk to the UCCC from 1979 to 2001, had died. John was aged 83 and had experienced ill health for the last 3 or 4 years. Reverend Frank Wroe, Executive Officer, attended John's funeral, which was held at Filey Methodist Church where John and his wife, Valerie worshiped following their move from Manchester, following John's retirement from pastoral ministry. The Trustees noted that John Franks was an extremely important figure in both shaping and developing the work of the Unaffiliated Congregational Churches Charities, which had only been formed 2 years before he became Clerk and paid tribute to his work throughout his 22 years of service for the UCCC.

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

TRUSTEES' REPORT

YEAR ENDED 31st DECEMBER 2019

In 2014, when the UCCC Trustees had the Charity's records archived the archivist, Dr Paul Sillitoe, commented that it was very rare to find such a complete set of detailed records covering over 30 years (1977 to 2014). He was able to archive a full audit trail, accounts, minutes, correspondence for both churches and individuals for each year from the formation of the UCCC in 1977 to 2014.

The Trustees continued to discuss the benefits of amalgamating funds and in particular the Ministerial Training and the Maintenance of the Ministry Funds, in order to make better use of both these funds in supporting ministry in UCCC Churches. Discussions with the Charity Commission about how to amalgamate these two funds is ongoing.

Draft policies for UCCC Due Diligence: GDPR, Safeguarding, Equality and a General Statement Policy were compiled, discussed, agreed and signed by the Executive Officer on behalf of the Trustees and are now operational.

Confirmation that the transaction to move investment funds held by CCLA into the CCLA Ethical Fund were completed early January 2019. Two Trustees and the Executive Officer met with another of the UCCC investment companies to discuss their holdings, the full Trustee Board agreed to hold off making any decision about investments until 2020 when the Executive Officer has had the opportunity to review existing investments and compile a report for the Trustees.

During the year, two listed churches took the decision to affiliate to the Evangelical Fellowship of Congregational Churches, these are Alexandra Road Congregational Church, Hemel Hempstead and Ely Congregational Church, Ely a Countess of Huntingdon Church. Both these churches have now been removed from the list of UCCC Churches. In the interest of attempting to ensure that the UCCC listed churches continue to adhere to Congregational Principles, a statement has been added to the Grant Application Form, which requires the signed agreement by the chairman of the Church Meeting that approved the grant application to be made. In addition the church also needs to confirm that they have the relevant safeguarding policies in place, as these are basic statutory requirements.

In June 2019 the Trustees made the second award of Dewi Rowlands Bursary. The same successful selection format first used in 2017 was used once again in 2019, and the successful candidate, from an initial number of strong applicants, was Mr Joe Nockels. Joe will be researching previously untouched documentation of the Pilgrim Fathers lodged in Leiden, whilst studying for a History MA in Archival Studies at Leiden University. The working title of his work, which will also serve as his dissertation and therefore accredited by Leiden University, is: 'New Revelations in the Study of The Pilgrim Fathers, the transcription of untouched documentation in Leiden.' At the June Trustees Meeting, Joe made a presentation to the board, outlining the proposed structure of his work, the Trustees were impressed with his preparation and look forward to his finished work.

At the June Trustee meeting the Reverend William Harrow, one of the three Nominative Trustees of the Evangelical Fellowship of Congregational Churches, informed the Trustees that he was resigning from the board in preparation for his retirement in December 2019.

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

TRUSTEES' REPORT

YEAR ENDED 31st DECEMBER 2019

STRUCTURE, GOVERNANCE AND MANAGEMENT

Nature of governing document

The Unaffiliated Congregational Churches Charities came into being to enable churches that remained independent and did not join either the Congregational Federation or the Evangelical Fellowship of Congregational Churches to receive a fair allocation of the assets of the former Congregational Church in England and Wales, 32 County Union Incorporated Bodies and other apportionable funds. The restrictions to the various funds are laid down in the governing instruments.

The original Charities were founded by the creation of trust funds under a Charity Commission scheme dated 4th January 1977 and in the Charity Commission Scheme the expression "Unaffiliated Congregational Churches" means:

- a) Congregational Churches which were in membership with the former Congregational Church in England and Wales or were members of the Congregational Union of England and Wales in the year 1966 and which on the 31st December 1975 were not member churches of the Congregational Federation or of an Evangelical Fellowship of Congregational Churches and
- b) Congregational Churches in England and Wales formed after 5th October 1972 which are not members of the Congregational Federation or of an Evangelical Fellowship of Congregational Churches.

Further charities were created by a succession of Charity Commission schemes from 1980 onwards. In August 2008 the Charity Commission approved a new scheme, which amalgamated all the County Union Funds into the 7 main funds of the Unaffiliated Congregational Churches Charities.

Recruitment and appointment of new Trustees

The Charity has nine Trustees of which six are Nominative Trustees: three by the Committee of the Evangelical Fellowship of Congregational Churches (EFCC) and three the Council of the Congregational Federation (CF). These Trustees are nominated for a period of four years on the basis of providing a wide range of skills and experience that will add to and enhance the Charity's existing skill base.

The remaining three Trustees are co-opted by ballot of all the listed Unaffiliated Churches for a period of five years. When a vacancy arises all such churches are contacted and given a specified date by which to submit names of suitable candidates to the Revd Frank Wroe, the Executive Officer. A profile of each candidate is then obtained and circulated to each listed Unaffiliated Church to enable each church to elect a new Trustee by way of ballot.

At the end of their term the Trustees representing the Unaffiliated Churches are required to confirm whether they wish to continue to act or not. If they express a wish to continue this is ratified by the other serving Trustees at the next scheduled Trustees' Meeting. If they do not wish to continue the process of recruiting a new Trustee begins again.

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

TRUSTEES' REPORT

YEAR ENDED 31st DECEMBER 2019

Induction and training of new Trustees

Most Trustees will already be familiar with the practical work of the Charity and they are encouraged to read a copy of the Charity's Handbook as well as being provided with copies of minutes of Trustee meetings for the past year.

All new Trustees are provided with a copy of "CC3—The Essential Trustee: What you need to know" as obtained from the Charity Commission website. This document provides guidance to all Trustees, and those who are about to become Trustees, on what is involved in being a charity trustee.

Prospective new Trustees are also encouraged to attend Trustees' meetings as an observer prior to them being appointed as a Trustee. This is designed to give a practical insight into the issues that arise during such meetings and to introduce them to other Trustees.

Organisational structure

Staff

The Charity has no full time staff but does employ a part-time Executive Officer. Revd Frank Wroe continued in the position of Executive Officer of the Charity and works an average of three days per week for the Charity.

Trustees

Mr R. J. Alp was elected by the Trustee Board to serve as Chairman of Trustees for 2019.
Dr D L James was elected by the Trustee Board to serve as Secretary for 2019.

Major risks and management of those risks

Investments

The Charity has no property other than its Stock Market investments. These investments are held in four charity investment funds, each with a wide spread portfolio of holdings. The funds comprise a roughly equal split between fixed interest and equity funds, with a slight bias towards equities, and they provide a regular quarterly income to the Charity of around 5% per annum. The Trustees undertake periodic reviews of the Charity's investments and in January 2019 they were informed by CCLA that their instructions to move the existing funds from the CCLA Fixed Interest Investments into the CCLA Ethical Investment Fund had been completed. The review of investments held by M&G Investments is ongoing and further changes are likely during 2020.

Policy on control of fraud

The Trustees have an agreed policy of continuing to use professional charity experienced accountants to audit the Charity's accounts in order to ensure that they remain in line with the Charity Commission accounting and reporting standards.

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

TRUSTEES' REPORT

YEAR ENDED 31st DECEMBER 2019

The policy will ensure that any loan repayments to the Charity are paid in full and within the agreed time scales. This is agreed by the Trustees, through information provided by the Executive Officer, obtaining a detailed analysis of income and expenditure, including outstanding and paid loans at each Trustee Meeting.

Financial Review

Incoming resources amounted to £111,471, additional details are given below. This is a reduction of £46,004 on the previous year. The main difference being a one-off receipt in the prior year of £59,305 relating to the sale of Rishworth Chapel. This year there is a one-off receipt of £10,000 from the Zion Independent Congregational Church from the closing of their finances.

Resources expended amounted to £100,348, an increase of £8,943 on the prior year, mainly due to an increase in grants paid during the year.

This resulted in a net surplus of £11,123 (2018: £66,070) for the year prior to investment revaluation. The market value of investments had increased by £341,511 (2018: decrease of £175,585) at 31st December 2019 and in addition a small profit of £1,486 was made on the sale of the COIF Fixed Interest Fund when all the units held in this fund were transferred into the COIF Charities Ethical Investment Fund at the beginning of the year. The overall movement in funds was a surplus of £354,120 (2018: deficit £109,515).

Total fund carried forward were £2,769,213 (2018: £2,415,093), split £802,312 (2018: £683,735) unrestricted, £721,657 (2018: £652,651) restricted and £1,245,244 (2018: £1,078,707) endowment.

OBJECTIVES AND ACTIVITIES

Objects and aims

To support through grants and low cost interest loans, personal contact and encouragement where possible the listed Unaffiliated Congregational Churches, their members, serving ministers and where appropriate retired ministers or their widows or widowers.

Public benefit

The Charity has seven specific funds that allow the Trustees to distribute its income in the form of grants and/or loans where necessary to assist and maintain ministry in individual churches and to assist with the relief of hardship for retired ministers or their widows and widowers. Other areas of assistance include grants for the education of ministers, their children and students training for the ministry.

Grants and loans are also available to churches for repairs and the ongoing maintenance of buildings or expansion of church buildings and assistance to comply with legal building requirements in order to meet current building legislation. Where appropriate, grants for regeneration are also considered to assist churches on the point of closure to remain open.

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

TRUSTEES' REPORT YEAR ENDED 31st DECEMBER 2019

Churches are invited to apply to the Trustees for support by completing an application form, which gives the Trustees specific details of the assistance required by the church. This application will usually be accompanied by two years audited accounts of the church and in the case of building work two or three estimates from different builders to support the application. In the case of a grant for maintenance of the ministry or additional ministerial training the minister must possess a clear and current Criminal Record Disclosure Certificate.

The Trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission of England and Wales.

Grant making policies

The Charity's main objective is to assist churches and individuals with grants as made from appropriate funds.

During 2019 the UCCC Trustees made the following grants to 6 listed churches and 35 individuals were assisted through grants and loans, as well as the Congregational History Society, the Congregational Partnership Ltd, the Congregational Federation Ltd, the Evangelical Fellowship of Congregational Churches Trust Corporation Ltd and UCCC churches with grants. A single grant was awarded to an individual in the form of the Dewi Rowlands Bursary.

The following grants were made from the Charity's Funds:

<u>Fund</u>	<u>Amount</u>
• General Purposes Fund	£21,231
• Maintenance of the Ministry Fund	£20,561
• Ministerial Training Fund	£ -
• Church Extension Fund	£ 3,500
• Welfare Fund	£ 4,000
• Homes for retired Ministers Fund	£10,247
• Education Fund	£ 1,300
• Sydney Berry Trust	£ 4,936
Total	£65,775

The Trustees awarded the grants in the following ways:

- Grants of £1,300 from the Education Fund were awarded to each of 13 children of 5 ministers to assist with their education.
- The Charity was able to assist 3 churches in various parts of the country with the grants totalling £13,116 for various types of building work for the maintenance, repair, improvement, building survey for infestation and modernisation of existing church premises.
These grants came from the General Purpose and Church Extension Funds.
- 3 churches, in various parts of the country received grants totalling £20,561 for the support of minister's stipends from the Maintenance of the Ministry Fund. The total includes a grant for Maintenance of the Ministry of £4,000 made to a Congregational Federation listed church.

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

TRUSTEES' REPORT

YEAR ENDED 31st DECEMBER 2019

- £1,000 from the General Purposes Fund was awarded to the Congregational History Society to assist with the administration costs of the Society.
- Payments totalling £4,936 were made from the Dr Sydney Berry Trust to 4 retired ministers and the widows of 3 retired ministers of Unaffiliated Churches.
- Grants totalling £10,247 were awarded from the Homes for Retired Ministers Fund to assist 4 retired ministers and the widows of 4 retired ministers of Unaffiliated Churches, with the payment of Council Tax & Water Rate demands. Further grants totalling £4,000 for the relief of hardship were made to 4 retired ministers and the widows of 4 former retired ministers of Unaffiliated Churches, which came from the Welfare Fund.
- 15 ministers and pastors of Unaffiliated Congregational Churches were awarded a grant of £125 each from the General Purposes Fund with the specific aim of purchasing theological books for their own personal library.
- The Trustees made a grant to each of the 3 Congregational Trust Companies that act as Custodian Trustees to several UCCC listed churches. The grants made in 2019 covered both 2018 and 2019. Total of the grants for 2018 & 2019, £3,740 came from the General Purposes Fund.
- An award of £5,000 was made to Mr J Nockles in the form of the Dewi Rowlands Bursary, this came from the Charity's General Purposes Fund

Loans

From time to time the Charity is able to make low cost interest loans to churches, to be repaid over a set period of 2, 3 or 5 years or longer if required to assist with ongoing repairs or renovations to church property.

The trustees made a loan of £5,000 to one church during 2019, which came from the General Purposes Fund.

There were no outstanding loans due for repayment in the year.

Charitable commitments

As part of the policy of continually reviewing all the regular grants, as outlined in the Report of the Trustees the following grant structure for Maintenance of the Ministry, welfare and various other regular grants is in place. These future grants have been notified to the churches and individuals concerned and with the exception of the grants from Dr Sydney Berry Trust for retired ministers and retired minister's widows, which have not been guaranteed.

Year	£
2020	38,332
2021	33,903
2022	25,478

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

TRUSTEES' REPORT

YEAR ENDED 31st DECEMBER 2019

Financial instruments

Objectives and policies

The Charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk.

Cash flow risk

The Charity's activities expose it primarily to the financial risks of changes in interest rates. Interest bearing assets are held at fixed rate to ensure certainty of cash flows.

Credit risk

The Charity's principal financial assets are bank balances and investments.

The credit risk on liquid funds is limited because the counterparties are banks and high credit ratings by international credit-rating agencies.

The Charity has no significant concentration of credit risk, with exposure spread over a number of counterparties.

Liquidity risk

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the Charity uses investments in charity-managed funds and deposits which are reviewed on a regular basis.

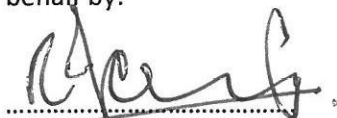
Disclosure of information to auditor

Each Trustee has taken steps that they ought to have taken as a Trustee in order to make themselves aware of any relevant audit information and to establish that the Charity's auditor is aware of that information. The Trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Reappointment of auditor

The auditors Horsfield & Smith are deemed to be reappointed under section 487(2) of the Companies Act 2006.

The annual report was approved by the Trustees of the Charity on 24th June 2020 and signed on its behalf by:



Mr R. J. Alp
Chairman

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

STATEMENT OF TRUSTEES' RESPONSIBILITIES

YEAR ENDED 31 DECEMBER 2019


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

The law applicable to charities 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 of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The trustees 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 the trustees of the charity on 24th June 20 and signed on its behalf by:



Mr R J Alp
Trustee



UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

Opinion

We have audited the financial statements of Unaffiliated Congregational Churches Charities (the 'charity') for the year ended 31 December 2019, which comprise the Statement of Financial Activities, 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 United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2019 and of its results for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; 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 Auditor's 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.



UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

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 auditor's report 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

In the light of our knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

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:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities [set out on page 10], the trustees are responsible for the preparation of the financial statements and for being satisfied that they 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.

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.

Auditor's 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 an auditor's report 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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.



UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

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- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
 - Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the charity to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the charity audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our work has been undertaken so that we might state to the trustees those matters we are required to state to trustees 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 its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Jonathan Staples BSc FCA DChA (Senior Statutory Auditor)
For and on behalf of Horsfield & Smith, Statutory Auditor

Tower House
269 Walmersley Road
Bury
Lancashire
BL9 6NX

Date: 24th June 2020

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)

YEAR ENDED 31 DECEMBER 2019

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2019 £	Total 2018 £
Income and Endowments from:						
Investment income	2	29,578	22,875	47,999	100,452	96,301
Other income	3	10,939	80	-	11,019	61,174
Total Income		<u>40,517</u>	<u>22,955</u>	<u>47,999</u>	<u>111,471</u>	<u>157,475</u>
Expenditure on:						
Raising funds	4	(14,909)	(14,234)	-	(29,143)	(30,279)
Charitable activities	5	(28,945)	(42,260)	-	(71,205)	(61,126)
Total Expenditure		<u>(43,854)</u>	<u>(56,494)</u>	<u>-</u>	<u>(100,348)</u>	<u>(91,405)</u>
Net (expenditure)/income		(3,337)	(33,539)	47,999	11,123	66,070
Gains/losses on investment assets		99,130	77,330	166,537	342,997	(175,585)
Gross transfers between funds		<u>22,784</u>	<u>25,215</u>	<u>(47,999)</u>	<u>-</u>	<u>-</u>
Net movement in funds		118,577	69,006	166,537	354,120	(109,515)
Reconciliation of funds						
Total funds brought forward		<u>683,735</u>	<u>652,651</u>	<u>1,078,707</u>	<u>2,415,093</u>	<u>2,524,608</u>
Total funds carried forward	16	<u>802,312</u>	<u>721,657</u>	<u>1,245,244</u>	<u>2,769,213</u>	<u>2,415,093</u>

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)

YEAR ENDED 31 DECEMBER 2019

Prior year Statement of Financial Activities

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2018 £
Income and Endowments from:					
Investment income	2	28,313	22,005	45,983	96,301
Other income		61,080	94	-	61,174
Total Income		89,393	22,099	45,983	157,475
Expenditure on:					
Raising funds		(15,011)	(15,268)	-	(30,279)
Charitable activities		(24,169)	(36,957)	-	(61,126)
Total Expenditure		(39,180)	(52,225)	-	(91,405)
Net income/(expenditure)		50,213	(30,126)	45,983	66,070
Gains/losses on investment assets		(50,831)	(39,653)	(85,101)	(175,585)
Gross transfers between funds		9,730	36,253	(45,983)	-
Net movement in funds		9,112	(33,526)	(85,101)	(109,515)
Reconciliation of funds					
Total funds brought forward		674,623	686,177	1,163,808	2,524,608
Total funds carried forward	16	683,735	652,651	1,078,707	2,415,093

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2018 is shown in note 16.

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

BALANCE SHEET

31 DECEMBER 2019

	Note	2019 £	2018 £
Fixed assets			
Investments	13	2,594,762	2,251,765
Current assets			
Debtors	14	52,450	47,450
Cash at bank and in hand		<u>128,040</u>	<u>121,354</u>
		180,490	168,804
Creditors: Amounts falling due within one year	15	<u>(6,039)</u>	<u>(5,476)</u>
Net current assets		<u>174,451</u>	<u>163,328</u>
Net assets		<u>2,769,213</u>	<u>2,415,093</u>
Funds of the charity:			
Endowment funds		1,245,244	1,078,707
Restricted funds		721,657	652,651
Unrestricted income funds			
Unrestricted funds		<u>802,312</u>	<u>683,735</u>
Total funds	16	<u>2,769,213</u>	<u>2,415,093</u>

The financial statements on pages 15 to 36 were approved by the trustees, and authorised for issue on 20th June '20 and signed on their behalf by:



Dr D L James
Trustee

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

Statement of compliance

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

Basis of preparation

The financial statements have been prepared in accordance with 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) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Charities Act 2011, and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16th July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Unaffiliated Congregational Churches Charities meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

Donations and legacies

Cash donations, gifts, legacies and grants are accounted for in full as they are received. The value of voluntary help is not included in the accounts.

Investment income

Bank interest is accounted for on receipt. Other investment income is accounted for when receivable.

The Statement of Financial Activities includes net gains and losses arising on revaluations and disposals throughout the year.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources. The irrecoverable element of VAT is included within the item of expense to which it relates. Grants offered subject to conditions, which have not been met at the year end date, are noted as commitment but not accrued as expenditure.

Raising funds

These are costs incurred in the management of investments.

Charitable activities

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

Governance costs

These include the costs attributable to the Charity's compliance with constitutional and statutory requirements.

Taxation

The charity is exempt from tax on its charitable activities.

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Debtors

Are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of is established when there is objective evidence that they will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

Fund structure

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the Trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

Endowment funds represent assets which must be held permanently by the Charity. Income from those assets may be used to support the objectives of the Charity.

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

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the Charity becomes a party to the contractual provisions of the instrument.

Financial liabilities are classified according to the substance of the contractual arrangements entered into.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs),

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the Charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the Charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the Charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

2 Investment income

	Unrestricted funds	Restricted funds	Endowment funds	Total 2019	Total 2018
	General	funds	Expendable	2019	2018
	£	£	£	£	£
Interest receivable and similar income;					
Interest receivable on bank deposits	254	-	-	254	104
Other income from fixed asset investments	29,324	22,875	47,999	100,198	96,197
	<u>29,578</u>	<u>22,875</u>	<u>47,999</u>	<u>100,452</u>	<u>96,301</u>

3 Other income

	Unrestricted funds	Restricted funds	Total 2019	Total 2018
	General	funds	2019	2018
	£	£	£	£
Other income	10,052	80	10,132	59,399
Rental income	887	-	887	1,775
	<u>10,939</u>	<u>80</u>	<u>11,019</u>	<u>61,174</u>

Other income includes £10,000 received from the Zion Independent Congregational Church in Settle. This was a donation from the closing of the finances of the former church.

4 Expenditure on raising funds

	Note	Allocated support costs	Total 2019	Total 2018
		£	£	£
Administration costs	6	<u>29,143</u>	<u>29,143</u>	<u>30,279</u>

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

5 Expenditure on charitable activities

		Unrestricted funds			
	Note	General £	Restricted funds £	Total 2019 £	Total 2018 £
Grant funding of activities		26,167	39,608	65,775	55,713
Governance costs	6	<u>2,778</u>	<u>2,652</u>	<u>5,430</u>	<u>5,413</u>
		<u>28,945</u>	<u>42,260</u>	<u>71,205</u>	<u>61,126</u>
				Grant funding of activity £	Total 2019 £
Grant making				<u>65,775</u>	<u>65,775</u>

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

6 Analysis of governance and support costs

Raising funds expenditure

Administrative costs

	Unrestricted funds	Total 2019	Total 2018
	General £	£	£
Staff costs	21,003	21,003	20,211
Administrative expenses	8,140	8,140	10,068
	<u>29,143</u>	<u>29,143</u>	<u>30,279</u>

Governance costs

	Unrestricted funds	Restricted funds	Total 2019	Total 2018
	General £	£	£	£
Audit fees				
Audit of the financial statements	1,023	977	2,000	1,940
Other fees paid to auditors	1,755	1,675	3,430	3,473
	<u>2,778</u>	<u>2,652</u>	<u>5,430</u>	<u>5,413</u>

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

7 Grant-making

Analysis of grants

	Grants to institutions		Grants to individuals	
	2019	2018	2019	2018
	£	£	£	£
Analysis				
General Purposes	14,356	12,300	11,811	9,186
Maintenance of the Ministry	20,561	15,977	-	-
Church Extension	3,500	3,000	-	-
Homes for Retired Ministers	-	-	10,247	10,350
Welfare	-	-	4,000	3,600
Education	-	-	1,300	1,300
	<u>38,417</u>	<u>31,277</u>	<u>27,358</u>	<u>24,436</u>

8 Net incoming/outgoing resources

Net incoming resources for the year include:

	2019	2018
	£	£
Audit fees	<u>2,000</u>	<u>1,940</u>

9 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

£2,558 (2018: £3,531) of expenses were reimbursed to the trustees during the year.

During the year nine trustees were paid expenses in relation to reimbursed meeting expenses.

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any other benefits from the charity during the year.

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

10 Staff costs

The aggregate payroll costs were as follows:

	2019 £	2018 £
Staff costs during the year were:		
Wages and salaries	19,094	18,362
Pension costs	<u>1,909</u>	<u>1,849</u>
	<u>21,003</u>	<u>20,211</u>

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

	2019 No	2018 No
Executive officer	<u>1</u>	<u>1</u>

No employee received emoluments of more than £60,000 during the year

11 Auditors' remuneration

	2019 £	2018 £
Audit of the financial statements	<u>2,000</u>	<u>1,940</u>
Other fees to auditors		
All other non-audit services	<u>3,430</u>	<u>3,473</u>

12 Taxation

The charity is a registered charity and is therefore exempt from taxation.

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

13 Fixed asset investments

	2019 £	2018 £
Other investments	<u>2,594,762</u>	<u>2,251,765</u>

Other investments

	Fixed interest investments £	Managed funds £	Total £
Cost or Valuation			
At 1 January 2019	857,245	1,394,520	2,251,765
Revaluation	102,339	239,173	341,512
Additions	601,934	-	601,934
Disposals	<u>(600,449)</u>	<u>-</u>	<u>(600,449)</u>
At 31 December 2019	<u>961,069</u>	<u>1,633,693</u>	<u>2,594,762</u>
Net book value			
At 31 December 2019	<u>961,069</u>	<u>1,633,693</u>	<u>2,594,762</u>
At 31 December 2018	<u>857,245</u>	<u>1,394,520</u>	<u>2,251,765</u>

Analysis of investments at 31 December 2019 between funds

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2019 £	Total Funds 2018 £
Listed and other investments					
Fixed interest investments	261,723	204,164	495,182	961,069	857,245
Managed funds	<u>496,400</u>	<u>387,231</u>	<u>750,062</u>	<u>1,633,693</u>	<u>1,394,520</u>
	<u>758,123</u>	<u>591,395</u>	<u>1,245,244</u>	<u>2,594,762</u>	<u>2,251,765</u>

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

The investments representing more than 5% of the total value are as follows:

	Endowed			Expendable		
	Units	Market Value	%	Units	Market Value	%
Charinco Income Units	55354.057	105,505	4.1	82708.374	157,642	6.1
COIF Income Units	17231.700	291,710	11.2	23674.980	400,787	15.4
Charifund Units	27600.000	458,351	17.7	29074.909	482,844	18.6
COIF Ethical Investment Units	150164.920	389,678	15.0	118783.990	308,245	11.9
		<u>1,245,244</u>			<u>1,349,518</u>	

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

14 Debtors

	2019 £	2018 £
Prepayments	200	200
Amounts falling due after more than one year: Interest in property	17,250	17,250
Amounts falling due after more than one year: Loans to churches	35,000	30,000
	<u>52,450</u>	<u>47,450</u>

The interest in property figure includes loans to two churches made on the following basis:

In March 1992 a loan was made to the Congregational Federation Limited to purchase the freehold reversion of Bethania, Tredegar, amounting to £6,250. This represented 13% of the value of the building at that time. Repayment of the loan will be made in the event of the church closing with 13% of the sale price.

Also in March 1992, a loan was made to the Congregational Federation Limited to purchase the freehold reversion of Bethesda, Brynmawr, amounting to £11,000. This loan represented 22% of the value of the building at that time. Repayment of the loan will be expected if and when the church is sold with 22% of the sale price.

Loans to churches carry an interest rate set by the Trustees. All such loans are considered recoverable.

In November 2016 the trustees agreed a loan of £25,000 to the Union Croft Chapel. This loan will only be repayable in the event of the closure of the chapel or if the pastor leaves the chapel.

In November 2017 the trustees agreed a loan of £5,000 per year for three years, starting in 2018, to Bethania Congregational Church. If the church closed within that three year period any loans made would have to be paid back in full from the sale proceeds of the church, otherwise the loans would be reviewed again after three years.

15 Creditors: amounts falling due within one year

	2019 £	2018 £
Other taxation and social security	701	288
Accruals	5,338	5,188
	<u>6,039</u>	<u>5,476</u>

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

16 Funds

	Balance at 1 January 2019 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 December 2019 £
Unrestricted funds						
<i>General</i>						
General purpose	683,735	40,517	(43,854)	22,784	99,130	802,312
Total unrestricted funds	<u>683,735</u>	<u>40,517</u>	<u>(43,854)</u>	<u>22,784</u>	<u>99,130</u>	<u>802,312</u>
Restricted funds						
Maintenance of ministry	-	3,067	(20,561)	7,124	10,370	-
Ministerial training	195,244	2,970	(5,051)	10,722	10,041	213,926
Church extension	227,393	8,821	(9,384)	1,847	29,819	258,496
Homes for retired ministers	205,935	6,624	(15,576)	3,811	22,122	222,916
Welfare	24,079	1,368	(4,622)	871	4,623	26,319
Education	-	105	(1,300)	840	355	-
Total restricted funds	<u>652,651</u>	<u>22,955</u>	<u>(56,494)</u>	<u>25,215</u>	<u>77,330</u>	<u>721,657</u>

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

	Balance at 1 January 2019 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 December 2019 £
Endowment funds						
<i>Permanent</i>						
General purpose	638,084	28,393	-	(28,393)	98,511	736,595
Maintenance of ministry	45,441	2,022	-	(2,022)	7,016	52,457
Ministerial training	240,960	10,722	-	(10,722)	37,200	278,160
Church extension	41,503	1,847	-	(1,847)	6,408	47,911
Homes for retired ministers	85,653	3,811	-	(3,811)	13,224	98,877
Welfare	19,581	871	-	(871)	3,023	22,604
Education	7,485	333	-	(333)	1,155	8,640
Total Endowment funds	1,078,707	47,999	-	(47,999)	166,537	1,245,244
Total funds	2,415,093	111,471	(100,348)	-	342,997	2,769,213

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

	Balance at 1 January 2018 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 December 2018 £
Unrestricted funds						
<i>General</i>						
General purpose	674,623	89,393	(39,180)	9,730	(50,831)	683,735
Total unrestricted funds	674,623	89,393	(39,180)	9,730	(50,831)	683,735
Restricted funds						
Maintenance of ministry	-	2,951	(15,977)	18,344	(5,318)	-
Ministerial training	192,306	2,857	(5,043)	10,272	(5,148)	195,244
Church extension	241,773	8,485	(9,344)	1,769	(15,290)	227,393
Homes for retired ministers	223,449	6,389	(16,211)	3,651	(11,343)	205,935
Welfare	28,649	1,316	(4,350)	835	(2,371)	24,079
Education	-	101	(1,300)	1,382	(183)	-
Total restricted funds	686,177	22,099	(52,225)	36,253	(39,653)	652,651
Endowment funds						
<i>Permanent</i>						
General purpose	688,424	27,200	-	(27,200)	(50,340)	638,084
Maintenance of ministry	49,026	1,937	-	(1,937)	(3,585)	45,441

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 DECEMBER 2019

	Balance at 1 January 2018 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 December 2018 £
Ministerial training	259,969	10,272	-	(10,272)	(19,009)	240,960
Church extension	44,777	1,769	-	(1,769)	(3,274)	41,503
Homes for retired ministers	92,410	3,651	-	(3,651)	(6,757)	85,653
Welfare	21,126	835	-	(835)	(1,545)	19,581
Education	8,076	319	-	(319)	(591)	7,485
Total endowment funds	1,163,808	45,983	-	(45,983)	(85,101)	1,078,707
Total funds	2,524,608	157,475	(91,405)	-	(175,585)	2,415,093

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

The specific purposes for which the funds are to be applied are as follows:

Maintenance of the Ministry - Income is used for grants to Unaffiliated Congregational Churches or otherwise for maintaining ministry within a Congregational Church.

Ministerial Training - Income is used for training men and women for the ministry of the Congregational Denomination.

Church Extension - For the use of the upkeep and repair of property, and the services it provides, of an Unaffiliated Congregational Church. In addition the fund may be used for the extension of existing buildings and in the provision or construction of buildings to be used as a Congregational Church or for residences of ministers of Unaffiliated Congregational Churches.

Homes for Retired Ministers - Income from this fund is to be used to provide accommodation for retired ministers and their widows/widowers in retirement.

Welfare - For use in the relief of need among ministers and their dependents by way of grants 'or otherwise'.

Education - To be used for the benefit of the children of the minister of an Unaffiliated Congregational Church.

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

17 Analysis of net assets between funds

18 Analysis of net funds

	At 1 January 2019 £	Cash flow £	At 31 December 2019 £
Cash at bank and in hand	121,354	6,686	128,040
Net debt	<u>121,354</u>	<u>6,686</u>	<u>128,040</u>

19 Financial instruments

Categorisation of financial instruments

	2019 £	2018 £
Financial assets measured at fair value through profit or loss	2,594,762	2,251,765
Financial assets that are debt instruments measured at amortised cost	52,250	47,250
Financial liabilities measured at amortised cost	6,039	5,476

UNAFFILIATED CONGREGATIONAL CHURCHES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

20 Related party transactions

As Treasurer to the Congregational History Society, Reverend Chris Damp took no part in the discussion or the decision to award the grant. The Trustees awarded a grant for Maintenance of the Ministry for the continuing work of the youth leader at Bunyan Meeting, Bedford. Reverend Chris Damp who is the Minister of Bunyan Meeting, Bedford, took no part in the discussion or the decision of the Trustees to award the grant.

Custodian Trustee Grants awarded to the Trust Bodies of: Congregational Federation Ltd, the Evangelical Fellowship of Congregational Churches Trust Corporation Ltd and the Congregational Partnership Ltd. The Nominative Trustees from each group took no part in the discussion or the decision to award a Custodian Trustee Grant for their particular group