

Company Registration Number : 4247363
Charity Registration Number: 1092536

CHINESE ALLIANCE CHURCHES UNION (UK)
ANNUAL TRUSTEES AND
FINANCIAL STATEMENTS REPORT
FOR THE YEAR ENDED 31 DECEMBER 2023

CHINESE ALLIANCE CHURCHES UNION (UK)
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FOR THE YEAR ENDED 31 DECEMBER 2023

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CHINESE ALLIANCE CHURCHES UNION (UK)
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2023

Company Number	4247363
Charity Number	1092536
Registered Office	Manchester Alliance Centre Unit 9 The Quadrangle Hulme Street Manchester M1 5GL
Directors/Trustees	Hoi Yee Chau Yuen Yi Helen Chow Hiu Tung Angel Wong Wesley Wing Yau Wong King Wai Hung
Member Churches	Manchester Alliance Church South London Alliance Church Leeds Alliance Church Manchester Alliance Mandarin Fellowship East London Alliance Fellowship Brighton Alliance Church Worthing Chinese Christian Fellowship (honorary member)
Accountant	Hannah Murray Accountancy Ltd 61 Falconers Green Westbrook Warrington Cheshire WA5 7XF
Bankers	HSBC Bank plc 100 King Street Manchester M60 2HD Barclays Bank Plc PO Box 357 51 Mosley Street Manchester M60 2AU

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

The Trustees of the Union (directors and trustees) present their report and the financial statements for the year ended 31 December 2023.

Incorporation

The Union was incorporated on 6th July 2001 under the Companies Act 1985 as a private limited company and the company is limited by guarantee.

Purpose

The Chinese Alliance Churches Union (UK) seeks to be an indigenous federation of Chinese evangelical churches according to the tradition of Christian and Missionary Alliance (abbreviated to C&MA), whose purposes are to proclaim Jesus Christ as Lord, to assist the advance of His Church in the United Kingdom, and to promote a missionary base for national and world-wide evangelization in affiliation with the Alliance World Fellowship

Objectives

- 1.To strengthen Christians in their understanding and commitment to the Lordship of Jesus Christ
- 2.To advance the work of national and world-wide mission primarily but not exclusively through church planting.
- 3.To foster the growth of Church as an indigenous body of Christ.
- 4.To become an active church-planting and missionary base of existing C&MA mission agenda

Public benefit

The Trustees confirm that in their oversight of CACU's activities, they have ensured that the charity's money and time resources have been used with due regard for public benefit.

Trustees selection and induction

All the trustees of the Union are nominated and is eligible for election at an annual general meeting of the Union. The newly elected trustees will be given a brief induction regarding their duties and responsibilities set out in the constitution and according to the guidelines of Companies House and Charity Commission.

The Union Management Committee

The Union Management Committee shall consist of President, the Vice-President, Treasurer and other committee members.

The Committee members are the Directors /Trustees (voting members) of the Union and at the date of this report who have served during the year unless otherwise stated were:

Yuen Yi Helen Chow	(Re-elected May 2023)
Hui Tung Angel Wong	(Re-elected May 2023)
Hoi Yee Chau	
King Wai Hung	
Wesley Wing Yau Wong	

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

The Union Management Committee (cont.)

All the Management Committee members of the Union are nominated and shall be eligible for election at an annual general meeting of the Union, and a General Secretary shall be appointed by the Committee annually. Rev. Chiu has taken up the role of President and Rev. Pang as Vice President.

Non-Voting members

Rev. Tai Ming Pang
Rev. Wing Hong Wong
Pastor Tak Shun Lee
Pastor Kwok Fai Philip Wong
Rev. Chai Ming Cheung

Union Missionary Team, Employees and Voluntary Workers (as at 31 December 2023)

HKAM Team

Rev. Tai Ming Pang and Mrs Yin Fun Pang
Rev. Wai Lung Sham and Mrs Teresa Sham
Pastor Kwok Fai Wong and Mrs Mei Po Mabel Wong

Pastoral Staff

Rev. Wai Chor Chiu (Minister in charge of MAC)
Rev. Ping Li (MAC Ministry)
Pastor Yan Shi (SLAC)
Rev. Wing Hong Wong (LAC)
Pastor Tak Shun Lee (MAMF)
Rev. Luis Sanchez (Full Time Missionary)
Pastor Wai Shun Hung (Part time Ministry)
Pastor Hung Kwong Wu (Full Time Ministry)
Rev. Yiu Kee Nathaniel Law (Full Time Ministry)

Administrative Staff

Ms Nicole Wai Yee Ng Union Financial Secretary - Part-time

Membership

The Union consists of corporate members and individual members. All corporate members, which are represented by full members or associate members, and individuals as honorable members are admitted to the Union according to the rules set in the constitution.

President's report

CACUUK has three registered member churches (MAC, SLAC and LAC), three associate member churches (ELAC, MAMF, BAC) and one honorary member church (Worthing Chinese Christian Fellowship).

At present, the total number of participants in various churches, including children and teenagers, is more than 3,300. The number of staff in the association and churches is: 7 missionaries, including 3 Missionary couples from Hong Kong Alliance Mission, 1 missionary employed by CACU; 3 pastoral staff for church planting projects; 2 Minister-in-Charge employed by CACU; and 1 administrative staff. Additionally, the member churches have hired 9 pastors separately.

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

President's report (cont.)

In terms of personnel changes, Pastor Hung Kwong Wu and Rev. Nathaniel Law are responsible for the pioneering work in North Nottingham and Milton Keynes respectively. In addition, Pastor Wing Sze Yau has been employed by LAC responsible for the pastoral care in LAC and church planting in Morley. Rev Florence Wong and Pastor Tobey Chan have been employed by MAC for church establishment in Cheadle Hulme Stockport and youth ministry respectively.

Development in the year

Compared to the past one or two years, although the wave of Hong Kong immigrants slightly subsided in 2023, it is estimated that the total number of members in various member churches increased by over 1000. On one hand, the attendance at worship services in member churches continued to increase, while on the other hand, our member churches have actively engaged in church planting and adding additional worship services, attracting many new participants to attend our services. In the past, some worship services in member churches were conducted in both Cantonese and Mandarin. However, due to an increasing number of Cantonese-speaking participants, our member churches have begun separating the two languages, each having independent worship services.

Thanks to God's blessings, CACU co-hosted the Chinese Alliance World Fellowship (CAWF) missionary conference in Manchester in March 2023, bringing together pastors from Chinese churches around the world to explore opportunities for immigrant service in the UK and discuss development needs. After the conference, overseas Chinese Alliance Churches expressed willingness to support CACU's church planting work through prayer and finances. Consequently, our board of directors established a church planting working group to explore the possibility of establishing more churches throughout the UK and discuss the overall promotion of church planting work, providing recommendations to the board of directors.

With financial support from the US Chinese Churches Association, CACU has opened the North Nottingham Alliance Church in May 2023 and it partially supported the establishment of Milton Keynes Alliance Church which was formally established in October 2023.

Christian & Missionary Alliance Church Union Hong Kong also financially supported CACU's church planting projects. Therefore, besides considering establishing church locations, CACU has also encouraged existing member churches to plant branch churches. In June 2023, MAC has planted a branch in Cheadle Hulme, Stockport, with funding support from CACU, while LAC has planted a branch in Morley in late 2023.

In the first half of the year, CACU held an online youth ministry sharing session for youth leaders and pastors from various member churches to exchange ideas and prepare for the ministry of the new generation.

During the second bank holiday in May 2023, CACU organized a spring conference themed "From Dispersion to Return," inviting Dr. Lilian Wing Ting Li, an assistant professor from China Graduate of School Theology, as the speaker. Although the attendance at the conference did not meet the expected numbers, most participants enjoyed the event and received insights from the speaker's messages. It was worth mentioning that the annual conference was held at the same venue as the spring conference, facilitating the attendance of representatives from member churches to participate together.

In terms of missions, CACU held a short-term mission trip to Thailand in June 2023, led by Rev. Lucho and Pastor Wilson Hung, with participants mainly from MAC and MAMF. Each member church also arranged their own short-term missions as usual with SLAC traveling to Madagascar before the end of 2023, while MAC continued local cross-cultural missions, initiating home groups to engage with people of different ethnicities in the local community.

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

Plans and Prospects for 2024

1. CACU's Church Planting Committee will organize connections with Hong Kong Alliance Church believers who have immigrated to the UK, aiming to understand their pastoral needs. Through this activity, information will be collected, and further exploration of different regions will be conducted to discuss the possibility of church planting.
2. CACU will continue to acquaint new pastors with the traditions and spirit of the Alliance Church, and establish procedures for recognizing non-Alliance Church ordained pastors as pastors of the CACU. Additionally, mechanisms for ordaining evangelists as pastors will be formulated.
3. CACU will organize online prayer meetings to encourage co-workers throughout the country to intercede for the church and each other's personal needs.
4. CACU will communicate with churches interested in knowing more about C&MA and joining CACU to explore how we can work together to serve and advance the gospel and build up believers.
5. CACU will continue to publish the quarterly magazine "Connect", which brings member churches together through pastoral sharing, believer testimonies, church updates, and prayer requests, enabling brothers and sisters from different regions in the UK to get to know each other and pray for one another.
6. CACU will organize pastoral retreat camps allowing pastors to quiet down from busy ministry, providing them with the opportunity to learn together and support each other.
7. Missionary work:
 - a. Promote member churches to participate in mission and local Muslim ministries. A short-term mission trip to Peru will be organized in June 2024.
 - b. Collaborate with overseas mission agencies to arrange overseas missionaries to serve in local ministries. Partners include the Hong Kong Alliance Mission, Alliance Bible Seminary, and Envision USA.
 - c. Explore gospel work among Fujianese people.

Financial review

In 2023, the financial situation of the Union was stable. The net income from the property owned by the Union and the donation from the member churches has continued to support the routine work and development of the Union. The full details of the Union's business are recorded in its 2023 Annual Financial Statement.

The Union General fund for property fund and mission fund are as follows:

Union Property Financial Report 2023

The Manchester Hulme Property is under the management of Union Management Committee. It continues to be used for union pastoral staff accommodation. The day to day management is done by the Union Office.

- (i) Annual Income / Rental = £8,400
- (ii) Expenses:
 - Mortgage = £6,568.44
 - Services & Maintenance = £519.88
- (iii) Net Income = £1,311.68
- (iv) Accumulated Net Income Balance = £34,928.81

(Note: all incomes and expenses are solely the responsibilities of Union Mission Fund)

2023 Contributions towards the Union from member churches

2023	MAC	SLAC	LAC	MAMF	ELAF	BAC	TOTAL
General Fund	£21,284	£6,759	£2,285	£1,038	£717	£497	£32,580
Mission Fund	£7,654	£2,431	£822	£280	£193	£134	£11,514
TOTAL	£28,938	£9,190	£3,107	£1,318	£910	£631	£44,094

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

Financial review (cont.)

The Statement of Financial Activities consists of the Union's General fund, Designated fund and Restricted fund under the management of the Union's Trustees and Directors.

The Statement of Financial Activities on page 9 shows a profit for the year of £192601, and our reserves stand at £453704 in total. These are analysed in notes 14-16.

The Charity's free reserve is £52437, which the trustees consider is sufficient for the general running costs.

Policy on reserves

It is the policy of the Union to maintain only a small level of unrestricted general fund reserve. As at 31 December 2023, the amount of reserve in General Fund was £52437 which is approximately 20-30% over a typical year's running cost. The trustees consider this amount to be adequate to fulfil the main purpose of cash flow. There is also a provision within the union budgets for unforeseen expenditure and post budget projects of £800 each year.

The General Fund is mainly used to cover administrative and office expenses and some ministry activities. Most major activities are planned well in advance and hence already included into the planned budgets. Past actual expenditures have been found to reflect well against the budgets.

The General Fund income is mainly from donation commitments from member churches. The donation commitments are determined and agreed by passing the budget each year one year in advance at the union AGM. Many of our member churches are growing churches and have demanding financial challenges, especially during this difficult period. In the event that the Union donation income were to drop, ie. member churches unable to make the committed donations, the trustees believe the reserve is appropriate and adequate to maintain Union operation for a short time whilst additional funds may be raised.

The Union's Mission fund, a designated fund, has a substantial reserve. At December 2023, it has a reserve of £248719.18. The main income for the Union Mission Fund is from member churches. The Mission budget and members' donation contributions are determined and agreed, passed in resolution a year in advance at AGM.

The Union has made various commitments to the expansion of Mission work in the UK. This fund has been used to financially support and subsidise the employments of several missionaries working at different member churches. The Union is currently supporting Rev Wong at LAC on a three-year contract, ending in May 2025; Pastor Lee at MAMF on a three-year contract, ending in July 2024. Total fund already committed is £26583.34 for the next three years at £7,583.34 for 2024 and at £1,250 for 2025. The Union has continued to make new commitments to support Pastor Yau and 1 part admin staff at LAC, Rev. Wong and a new part time Pastor for MAC and a full time Pastor for Wigan in 2024. The new total committed is £90333.34. After this period, it is the aim for member churches to have developed the financial abilities to support these pastoral and admin staff fully by themselves. The Union has also set a side £5000 for church planting in Morley in 2024. The Union will continue to support new needs in the community.

Risk Management

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

Trustees and Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Union and of the statement of financial activities for that period. In preparing these financial statements, the directors are required to:

- a) select suitable accounting policies and apply them consistently
- b) make judgements and accounting estimates that are reasonable and prudent
- c) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

Trustees and Directors' responsibilities (cont.)

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Union transactions and disclose with reasonable accuracy at any time the financial position of the Union and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Union and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Taxation Status

Under S466 to S493 of the Corporation Taxes Act 2010 the Union has been granted status as a charity.

Small Company Provisions

The above report has been prepared in accordance with the small companies regime under the Companies Act 2006 and FRS 102 SORP.

By the order of the Trustees and Directors

Helen Chow

Helen Chow (May 14, 2024 16:25 GMT+1)

Yuen Yi Helen Chow
Director

Date : 14/05/2024

CHINESE ALLIANCE CHURCHES UNION (UK)
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2023
(Incorporating Income and Expenditure Account)

	Notes	General Fund £	Designated Fund £	Restricted Fund £	2023 Total £	2022 Total £
<u>Incoming Resources</u>						
Donations		37,669	286,699	279,736	604,104	371,153
Investment Income		1,424	-	-	1,424	144
Other Income	19	8,585	11,830	167,811	188,226	344,658
Total Incoming Resources		<u>47,678</u>	<u>298,529</u>	<u>447,547</u>	<u>793,754</u>	<u>715,955</u>
<u>Resources Expended</u>						
Direct Charity Expenditure	2	16,605	-	-	16,605	15,152
Administration of the Union	3	5,994	-	-	5,994	5,457
Projects Expenses	4	10,371	-	-	10,371	1,961
Other Charges	5	2,045	-	-	2,045	2,069
Entrusted Funds Expenses	6	-	-	431,246	431,246	524,250
Mission Fund Expenses	7	-	134,304	-	134,304	331,109
Governance Costs	8	588	-	-	588	720
Total Resources Expended		<u>35,603</u>	<u>134,304</u>	<u>431,246</u>	<u>601,153</u>	<u>880,718</u>
Net Income before transfers		12,075	164,225	16,301	192,601	(164,763)
Gross transfers between funds		-	176,595	-	-	-
Gross transfers between funds		-	(176,595)	-	-	-
Net Income/loss for the year		<u>12,075</u>	<u>164,225</u>	<u>16,301</u>	<u>192,601</u>	<u>(164,763)</u>
Fund Balances as at 31 December 2022		<u>40,362</u>	<u>158,676</u>	<u>62,065</u>	<u>261,103</u>	<u>425,866</u>
Fund Balances as at 31 December 2023		<u>52,437</u>	<u>322,901</u>	<u>78,366</u>	<u>453,704</u>	<u>261,103</u>

The amount of net income under Companies Act reporting requirements agrees with the amount shown above as net income for the year.

CHINESE ALLIANCE CHURCHES UNION (UK)
BALANCE SHEET
AS AT 31 DECEMBER 2023

Company Registration
Number : 4247363

	Notes	2023 £	2022 £
<u>Fixed Assets</u>			
Tangible Fixed Assets	9	<u>114,620</u>	<u>117,717</u>
<u>Current Assets</u>			
Debtors	10	1,052	7,787
Cash at Bank		<u>380,404</u>	<u>183,761</u>
		<u>381,456</u>	<u>191,548</u>
<u>Current Liabilities</u>			
Creditors : Amounts falling due within one year	11	<u>8,057</u>	<u>9,955</u>
Total current assets less current liabilities		<u>373,399</u>	<u>181,593</u>
<u>Long term Liabilities</u>			
Creditors : Amount falling due after more than one year	12	34,315	38,207
Net Assets		<u><u>453,704</u></u>	<u><u>261,103</u></u>
<u>Funds</u>			
General	14	52,437	40,362
Designated	15	322,901	158,676
Restricted	16	78,366	62,065
		<u><u>453,704</u></u>	<u><u>261,103</u></u>

The financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime under the Companies Act 2006

Throughout this year, the Union was entitled to the audit exemption conferred by section 477 of the Companies Act 2006. No members of the Union have requested an audit by notice, being deposited under section 476 for the year.

The trustees and directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and preparing financial statements which give a true and fair view of the state of affairs of the Union as at the end of the financial period and of its net income for that period in accordance with the requirements of sections 394 and 395 of the Companies Act 2006 and which otherwise comply with the requirements of the Act relating to financial statements, so far as they are applicable to the Union.

The financial statements were approved by the trustees and board of directors and signed on their behalf by:-

Helen Chow
Helen Chow (May 14, 2024 16:25 GMT+1)

Yuen Yi Helen Chow
Director
Date : 14/5/2024

CHINESE ALLIANCE CHURCHES UNION (UK)
CASHFLOW STATEMENT
AS AT 31 DECEMBER 2023

Company Registration
Number : 4247363

	2023 £	2022 £
Cash flows from operating activities:		
Net income/(expenditure) for the reporting period	192,601	(164,763)
Adjustments for:		
Depreciation	3,098	3,098
(Increase)/Decrease in Debtors	6,735	(4,498)
Increase/(Decrease) in Creditors	(1,898)	(12,149)
	<u>7,935</u>	<u>(13,549)</u>
Net Cash provided by operating activities	<u>200,536</u>	<u>(178,312)</u>
Financing activities		
Repayment of borrowing	(7,031)	(96,666)
Interest received from borrowing	3,138	1,943
NBV of Kingston property	-	198,928
Net cash provided by financing activities	<u>(3,893)</u>	<u>104,205</u>
Net Cash provided by operating activities	200,536	(178,312)
Net cash provided by financing activities	(3,893)	104,205
Change in cash and cash equivalents in the reporting period	<u>196,643</u>	<u>(74,107)</u>
Cash and cash equivalents at 1 January	<u>183,761</u>	<u>257,868</u>
Cash and cash equivalents at 31 December	<u>380,404</u>	<u>183,761</u>
Cash and cash equivalents comprise:		
Cash at bank	376,664	183,579
Cash in hand	<u>3,740</u>	<u>182</u>
	<u>380,404</u>	<u>183,761</u>

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

1. Accounting Policies

The principal accounting policies which have been applied consistently throughout the year are summarised below.

a) Basis of preparation

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes 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 (Charities SORP(FRS102)) issued on October 2019 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) and the Companies Act 2006.

b) Voluntary Income

Voluntary income is received in cash by way of donations, gifts and legacies.

Cash donations, gifts and legacies are included in full in the statement of financial activities as soon as they are received.

Income received by Gift Aids is included in gross in the statement of financial activities as soon as they are received.

c) Investment Income

Bank interests are included in the statement of financial activities on accrual basis.

d) Expenditure

All expenditure is included in the statement of financial activities. The value of purchase invoices received before the year end but not paid until after the year end has also been included in the statement of financial activities. Individual items of office furniture and equipment with a purchase price of £1,000 or less are written off when the asset is acquired.

e) Taxation

The Union has been granted charitable status by HM Revenue and Customs and as such no tax charge arises on the results for the year.

f) Tax rebate

The Union can claim back the tax from HM Revenue and Customs on the income donated by its members who have signed Gift Aid declarations.

g) Tangible fixed assets and depreciation

Long leasehold building is capitalised at the purchase cost and depreciation is charged to write off the cost on a straight line basis over its expected useful life of 50 years.

h) Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

	General Fund £	Designated Fund £	Restricted Fund £	2023 Total £	2022 Total £
<u>2. Direct Charity Expenditure</u>					
Staff Work Expenses	417			417	447
Personnel Employment	16,188			16,188	14,705
	<u>16,605</u>	<u>-</u>	<u>-</u>	<u>16,605</u>	<u>15,152</u>
<u>3. Administration of the Union</u>					
Office Space Expenditure	4,800			4,800	4,800
Printing, Stationery and Advertising	212			212	409
Telephone and Internet Charges	323			323	248
Computer Equipment and Accessories	659			659	-
	<u>5,994</u>	<u>-</u>	<u>-</u>	<u>5,994</u>	<u>5,457</u>
<u>4. Projects Expenses</u>					
Programs and camps	10,371			10,371	1,961
	<u>10,371</u>	<u>-</u>	<u>-</u>	<u>10,371</u>	<u>1,961</u>
<u>5. Other Charges</u>					
Insurance	841			841	828
Sundry	159			159	361
Visa/License renewal	262			262	219
AGM	595			595	483
Bank Charges	188			188	178
	<u>2,045</u>	<u>-</u>	<u>-</u>	<u>2,045</u>	<u>2,069</u>
<u>6. Entrusted Funds Expenses</u>					
HKAM Fund-Personal			185,748	185,748	185,108
HKAM Fund-Projects			5,841	5,841	-
MAC Fund -Personal			93,335	93,335	124,707
LAC Fund -Personal			27,591	27,591	33,059
SLAC Fund -Personal			55,918	55,918	75,833
MAMF Fund -Personal			33,624	33,624	105,543
MAMF Fund -Gift Aid Return			29,189	29,189	-
	<u>-</u>	<u>-</u>	<u>431,246</u>	<u>431,246</u>	<u>524,250</u>
<u>7. Mission Funds Expenses</u>					
CAWF		4,555		4,555	55,569
Ministries contribution		45,747		45,747	-
Short term Mission		3,740		3,740	-
Church planting and Support		69,131		69,131	-
Donation		1,000		1,000	-
Property expenses		10,131	-	10,131	275,540
	<u>-</u>	<u>134,304</u>	<u>-</u>	<u>134,304</u>	<u>331,109</u>
<u>8. Governance Costs</u>					
Independent Examiner's fees	540			540	525
Professional fees	48			48	195
	<u>588</u>	<u>-</u>	<u>-</u>	<u>588</u>	<u>720</u>

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

<u>9. Tangible Fixed Assets</u>	Leasehold Buildings	Total
Cost		
At 1 January 2023	150,042	150,042
Additions	-	-
Disposal	-	-
	<u>150,042</u>	<u>150,042</u>
Depreciation		
At 1 January 2023	32,324	32,324
Charge for the year	3,098	3,098
Disposal	-	-
At 31 December 2023	<u>35,422</u>	<u>35,422</u>
Net Book Value		
At 31 December 2023	<u>114,620</u>	<u>114,620</u>
At 31 December 2022	<u>117,717</u>	<u>319,744</u>
	2023	2022
	£	£
<u>10. Debtors</u>		
Prepayment	1,052	6449
Accrued Income	-	1,338
	<u>1,052</u>	<u>7,787</u>
<u>11. Creditors : Amounts falling due within one year</u>		
Mortgage (Note 12)	6,568	6,107
Accrued expenses	1,489	3,848
	<u>8,057</u>	<u>9,955</u>
<u>12. Creditors: Amount falling due after one year</u>		
Mortgages	34,315	38207
	<u>34,315</u>	<u>38207</u>

The bank loans are repayable by 240 monthly instalments as follows and are currently based on equal capital repayments :

In one year or less	6,568
Between one and two years	6,568
Between two and five years	26,949
After five years	799
	<u>40,884</u>

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

					2023
					£
13. Analysis of Net Assets Between Funds					£
	General Fund	Designated Fund	Restricted Fund (Property)	Restricted Fund	Total Fund
	£	£		£	£
Property	-	114,620	-	-	114,620
Debtors	607	445	-	-	1,052
Cash at Bank and in Hand	52,750	249,288	38,711	39,655	380,404
Creditors < 1 year	-920	-7,137	-	-	-8,057
Creditors > 1 year	-	-34,315	-	-	-34,315
	<u>52,437</u>	<u>322,901</u>	<u>38,711</u>	<u>39,655</u>	<u>453,704</u>

14. General Funds

	Balance	Movements in funds		Balance
	01/01/2023	Income from	Expenditure on	31/12/2023
	£	£	£	£
General Reserves	40,362	47,678	35,603	52,437
	<u>40,362</u>	<u>47,678</u>	<u>35,603</u>	<u>52,437</u>

15. Designated Funds

	Balance	Movements in funds		Balance
	01/01/2023	Income from	Expenditure on	31/12/2023
	£	£	£	£
Mission Fund	158,676	298,529	134,304	322,901
	<u>158,676</u>	<u>298,529</u>	<u>134,304</u>	<u>322,901</u>

There was a movement in 2023 of £176595 from Mission General funds and HK CMA & US CCA church planting funds to different church planting projects.

The income and expense for Mission funds has been overstated in the following years

Year 2020 £3317.58

Year 2022 £3478.83

These overstated amounts were movements made between the Mission General Funds and Pastor Lucho's ministry.

Mission Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used for the advancement of national and world-wide mission primarily, inclusive of maintenance of missionary activities, but not exclusively through church planting.

Designated Fund

A designated fund is a particular form of unrestricted fund, consisting of amounts of unrestricted funds which have been allocated or designated for specific purposes by the Union itself. The use of designated funds for their designated purposes will remain at the decision of the directors.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

16. Restricted Funds

	Balance	Movements in funds		Balance
	01/01/2023	Income	Expenditure	31/12/2023
	£	from	on	£
HKAM Personnel Fund	16,361	208,641	191,589	33,413
MAC Personnel Fund	-	87,834	93,335	(5,501)
LAC (YAF) General Fund	305	-	-	305
LAC (YAF) General Fund-Designated	(562)	29,759	27,591	1,606
SLAC General Fund	2,086	58,047	55,918	4,215
MAMF General Fund	5,164	63,266	62,813	5,617
<u>Union Property Fund</u>				
9 St sigrist property	2,906	-	-	2,906
LAC Property Fund	35,805	-	-	35,805
	<u>62,065</u>	<u>447,547</u>	<u>431,246</u>	<u>78,366</u>

HKAM Personnel Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used for the employment of staff working for Hong Kong Alliance Mission.

MAC Personnel Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used for the employment of staff working for Manchester Alliance Church.

SLAC General Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used as general fund for the South London Alliance Church.

LAC General Fund (formerly known as YAF)

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used as general fund for Leeds Alliance church (formerly known as Yorkshire Alliance Fellowship).

MAMF General Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used as general fund for Manchester Alliance Mandarin Fellowship.

Union Property Fund

The property is under the Union Property Fund which is under the restricted fund of the Union. The Union property fund assists the union in managing any properties purchased with the funding of member congregations. SLAC has sold the property at 9 St Sigrist for £370000 in January 2022. The property has made a gain of £171071. £102569 has been used to pay the remaining mortgage with Barclay. SLAC has bought a property from the sale proceeds and is using the property as a church centre. The new property is registered under SLAC and is not managed by the union.

Restricted Fund

Restricted funds are funds subject to specific conditions, imposed by the donors and binding on the directors or committee members of the Union. They represent unexpended restricted income and/or assets to which restrictions as to their use apply. The conditions may alternatively be imposed not by the donors but by the trusts relating to the donation.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

17. Company guarantee

Every member of the Association undertakes to contribute such amount as may be required not exceeding £1 to the assets of the association if it should be wound up while he is a member or within one year after he ceases to be a member, for payment of association's debts and liabilities contracted before he ceased to be a member, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributions among themselves.

18. Remuneration of employees

The average number of employees during the year is 16. The total remuneration paid to employees are as follows:

	<u>2023</u>	<u>2022</u>
Salary	349072	332632
Employer's National Insurance	24221	23055
Employer's Pension	17082	16996
	<u>390375</u>	<u>372683</u>

Remuneration paid to employees are reimbursed by the relevant funds as follows:

HKAM Personnel Fund	114888	111513
MAC Personnel Fund	93705	123244
MAMF Fund	22571	15000
LAC Fund	18571	14149
SLAC Fund	31891	15850
General Fund	14866	13509
Mission Fund	78461	51643
Funds from sponsored churches through HKAM	15422	27775
	<u>390375</u>	<u>372683</u>

Remuneration breakdown aboved does not include relocation costs and pension management costs.

The pension scheme is a defined contribution scheme.

19. Other Income

	<u>2023</u>			<u>2022</u>		
	General Fund	Designated Fund	Restricted Fund	General Fund	Designated Fund	Restricted Fund
Pension scheme management	1054		471	1056		471
HKAM-CACU book keeper contribution	7531			6855		
Independent examiner						
2020 over accrued				30		
Ministries support fund			154265			144300
CCIL Donation to Thailand			5340			4320
CACU Donation			3667			400
East London Project			4068			3680
Property		11830			12475	
Proceeds on disposal of 9 Sigrist Square						171071
	<u>8585</u>	<u>11830</u>	<u>167811</u>	<u>7941</u>	<u>12475</u>	<u>324242</u>

CHINESE ALLIANCE CHURCHES UNION (UK)

INDEPENDENT EXAMINERS REPORT TO THE MEMBERS ON THE UNAUDITED ACCOUNTS OF CHINESE ALLIANCE CHURCHES UNION (UK)

I report on the charity trustees on my examination of the accounts of the company for the year ended 31 December 2023 which are set out on pages 9 to 17.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act.

I confirm that I am qualified to undertake the examination because I am a member the Association of chartered certified accountants, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Hannah Murray FCCA

Hannah Murray Accountancy Ltd
61 Falconers Green
Westbrook
Warrington
Cheshire
WA5 7XF

Date 14/05/2024







Final CACUAnnualTrustee and FinancialReport 2023-v3-AG

Final Audit Report

2024-05-14

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