

DIOCESE OF KILMORE CURIA R.C.
REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

DIOCESE OF KILMORE CURIA R.C.

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DIOCESE OF KILMORE CURIA R.C. CHARITY INFORMATION

For the year ended 31st December 2020

Trustees	Bishop Martin Hayes (appointed 20 September 2020) Msgr. Liam Kelly Fr. Sean Mawn Fr. Kevin Fay Fr. John Gilhooly Fr. Donal Kilduff Fr. John McTiernan Fr. Brian Flynn Fr. Andrew Tully Fr. Ultan McGoohan
Finance Committee	Bishop Martin Hayes Msgr. Liam Kelly Joan Quinn (Chairperson) Fr. Donal Kilduff (Secretary) Fr. Gerard Alwill Paul Kelly Carmel Denning Lauren Tierney
Charity Address	Bishop's House Cullies Cavan Co. Cavan
Charity Number	RCN – 20015084 CHY - 7215
Auditors	McDwyers Chartered Accountants Limited, Chartered Accountants & Registered Auditors, Esker Place, Cathedral Road, CAVAN.
Main Bank	Bank of Ireland, Main Street, Cavan,
Main Solicitor	John V. Kelly & Co., Solicitors, Church Street, CAVAN.

DIOCESE OF KILMORE CURIA R.C.

CHARITY OVERVIEW

For the year ended 31st December 2020

The Diocese of Kilmore Curia R.C. presents its overview for 2020 and the financial statements for the year ended 31st December, 2020.

Structure and Governance

The Diocese of Kilmore is geographically diverse, with 34 parishes, consisting of most of Co. Cavan, together with large sections of Co. Leitrim, some small portions of Co. Sligo and Co. Meath and also extends to 2 parishes in Co. Fermanagh.

The Trustees of the Diocese of Kilmore Curia R.C. are supported by the Diocesan Finance Committee, comprising the Bishop, members of the clergy and voluntary lay members. The Committee meet regularly throughout the year.

The Diocese of Kilmore Curia R.C. have established a number of committees and councils to focus on areas of responsibility within the mission of the church and to ensure full compliance with all regulations.

Review of the activities of the Diocese of Kilmore Curia R.C.

The principal objectives and activities of the Diocese of Kilmore Curia R.C. are:

- The advancement of the Roman Catholic religion in the area of the Diocese of Kilmore as determined under the laws of the Roman Catholic Church and in accordance with them;
- The maintenance of the Roman Catholic Church buildings and assets;
- The provision and support of the Roman Catholic Church education in the Diocese;
- The advancement of any charitable purpose supported by the Roman Catholic Church in any part of the world;
- To support the 34 parishes of the Diocese of Kilmore.

Scope of the financial statements

The financial statements include assets, liabilities and transactions of the following:

Curial Funds

The Curial funds are used to assist the Bishop in providing services and pastoral care throughout the Diocese of Kilmore and to meet the costs of central administration. The Curial Funds include levies on the parishes, income from investment and bequests and legacies which are allocated to education and formation of clergy, safeguarding of children, assistance of schools, adult faith formation, and provision for our youth ministry, marriage tribunal services and administration services.

Kilmore Diocesan Pastoral Centre

The Kilmore Diocesan Pastoral Centre offers outreach and support to parishes in the Diocese by providing resources for individuals, groups and parishes in their human and faith development. It strives to promote evangelisation, pastoral renewal and the further development of pastoral ministry practice throughout the Diocese.

St. Patrick's Trust

St. Patrick's Trust was established to hold, in trust, lands and buildings as defined by the Trust and have appointed Trustees to apply the rents and income of these properties towards on-going maintenance of the properties of the Trust as they deem fit.

DIOCESE OF KILMORE CURIA R.C.

CHARITY INFORMATION

For the year ended 31st December 2020

Lourdes Diocesan Pilgrimage Fund

The fund is managed by a committee established to raise funds, through church collections and fundraising activities, to cover costs of the annual Diocesan Pilgrimage to Lourdes.

Connected Charities

The following charities are linked to the Diocese of Kilmore Curia R.C. and have similar or related charitable objectives but are separately registered with the Charities Regulatory Authority or the Companies Registration Office:

- **Diocese of Kilmore Parishes R.C.**
Comprises of the combined financial statements of the 34 parishes of the Diocese of Kilmore.
- **St. Felim's Sick and Infirm Priest's Society CLG**
The Charities principal activity is the provision of assistance to sick, elderly and retired clergy.
- **St. Felim's Diocesan Trust CLG**
The trust was established to act as permanent trustee either alone or jointly with another Trustee or Trustees for property and investments of every kind, owned by, held in trust for, or used in connection with the Roman Catholic Church in the Diocese of Kilmore.

The Diocese of Kilmore Curia R.C. also relates closely to agencies that exist as independent charities, the main ones being Trocaire and Accord.

Financial Review

Incoming resources total in the year was €862,022 in 2020. Resources expended total was €1,089,978. The costs are covered in large by means of a levy on the parishes.

Risk Management

The Trustees have identified that the key risks and uncertainties the Charity faces relate to the risk of a decrease in the level of donations and the potential increase in compliance requirements in accordance with charity, health and safety, taxation and other legislation.

The Diocese of Kilmore Curia R.C. mitigates these risks as follows:

- The charity continually monitors the level of activity, prepares and monitors its budgets targets and projections; and
- The charity closely monitors emerging changes to regulations and legislation on an on-going basis.

Operational/internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects and the requirements for budgets covering all activities. Procedures are in place to ensure compliance with health and safety of staff, volunteers, clients and visitors to the centre by ensuring all accreditation is up to date.

Covid-19 risk – The ongoing effect of Covid-19 continues to present risks and uncertainties for the Charity. The temporary closure of 'non-essential businesses' impacted our diocesan levies receivable and public closures affected rentals (Kilmore Diocesan Pastoral Centre meeting rooms). Whilst this resulted in the reduction of levies applied and the temporary cessation of some rental income, a significant portion of our income, remains recoverable and unaffected. Whilst progress has been made with the vaccination program, the emergence of new variants means

DIOCESE OF KILMORE CURIA R.C.

CHARITY INFORMATION

For the year ended 31st December 2020

that we have to be ever vigilant. As the pandemic is unprecedented we have no visibility on how long the disruption to our operations will last.

Reputational risk – In common with many charities, the company's principal risk is reputational damage. Reputation damage could be caused by an event either within or outside the company's control. In order to mitigate this risk the charity continues to adopt best practices.

Reserves Policy

The policy of the Diocese of Kilmore Curia R.C. is to ensure that it has adequate reserves to meet its charitable obligations and day to day requirements and to accommodate for changes in future investment values and exceptional expenditure.

Investment Policy

The objectives of the Diocese of Kilmore Curia R.C. investment policy is to ensure that investments will be undertaken in a manner that seeks to ensure the preservation of capital, mitigating against inflation, credit risk and currency risk.

Accounting Records

The Trustees, with the assistance of the Diocesan Finance Committee, are responsible for ensuring the preparation of annual accounts, which present fairly the financial situation of the Diocese of Kilmore Curia R.C. and of its income and expenditure for that year.

In preparing the Financial Statements the Trustees are required to:

- Select suitable accounting policies and apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Prepare Financial Statements on the going concern basis, unless it is inappropriate to do so.

The Trustees are responsible for keeping proper accounting records which comply with accounting standards and which disclose, with reasonable accuracy at any time, the financial position of the Charitable Trust. To ensure that proper books and records are kept, the Diocese of Kilmore Curia R.C. has employed appropriately qualified personnel and has maintained appropriate computerised accounting systems. It is also responsible for safeguarding the assets of the Trust, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Post reporting date events

Other than the continuing impact of COVID-19 on the performance of Charity objectives, there were no significant events between the balance sheet date and the date of signing of the financial statements which require adjustment to or disclosure in the financial statements.

DIOCESE OF KILMORE CURIA R.C. CHARITY INFORMATION

For the year ended 31st December 2020

Plans for the future

On Oct. 10, 2021, Pope Francis formally opened a two-year process called "a synod on synodality," officially known as "Synod 2021-2023: For a Synodal Church". In brief, the process involves an expansion of an established institution, called the "Synod of Bishops." This means that bishops around the world will consult with everyone from parishioners to monks, nuns and Catholic universities on how the church can learn to rely more fully on this kind of consultation-and-discussion process and how it can become more "synodal" in its governance. The Diocese of Kilmore R.C. has begun a two year process of engagement with all of the laity of the Diocese through consultation and listening to formulate a pastoral plan for the future of the Diocese.

The Charities Regulatory Authority (CRA) introduced a code of compliance, the Governance Code for charities in 2019. This code places responsibilities on charity trustees to be compliant with the code. The Diocese of Kilmore R.C. have undertaken to ensure full compliance with the code and will provide training to all parishes and Diocesan personnel.

Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

Auditor

McDwyers Chartered Accountants Limited continue in office as auditor of the charity.

Statement of disclosure to auditor

Each of the trustees in office at the date of approval of these financial statements confirms that:

- so far as the trustee is aware, there is no relevant audit information of which the charity's auditor is unaware, and
- the trustee has taken all the steps that he ought to have taken as a trustee in order to make himself aware of any relevant audit information and to establish that the charity's auditor is aware of that information.



Monsignor Liam Kelly
Trustee



Fr. Donal Kilduff
Trustee

Date: 22nd December 2021

**DIOCESE OF KILMORE CURIA R.C.
INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF DIOCESE OF KILMORE CURIA R.C.**

Opinion

We have audited the financial statements of Diocese of Kilmore Curia R.C. (the 'charity') for the year ended 31 December 2020 which comprise of Statement of Financial Activities, Balance Sheet, Cashflow Statement notes to the financial statements, including a summary of significant accounting policies. The relevant financial reporting framework that has been applied in their preparation is applicable Irish Law and Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland as modified by the Statement of Recommended Practice "Accounting and Reporting by Charities".

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the charity as at 31 December 2020 and of its deficit for the year then ended; and
- have been properly prepared in accordance with SORP FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland;

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) 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 financial statements in Ireland, including the Ethical Standard issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), and the provisions available for small entities, in the circumstances set out in note 22 to the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information in the annual report. 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.

**DIOCESE OF KILMORE CURIA R.C.
INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF DIOCESE OF KILMORE CURIA R.C.**

We have nothing to report in this regard.

Opinions on other matters on which we are required to report

Based solely on the work undertaken in the course of the audit, we report that in our opinion:

- the information given in the trustees' report is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

We have obtained all the information and explanations which we consider necessary for the purposes of our audit.

In our opinion the accounting records of the charity were sufficient to permit the financial statements to be readily and properly audited, and the financial statements are in agreement with the accounting records.

Matters on which we are required to report by exception

Based on the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified any material misstatements in the trustees' report.

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement, 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 (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the IAASA's website at: [https://www.iaasa.ie/Publications/Auditing-standards/International-Standards-on-Auditing-for-use-in-Ire/International-Standards-on-Auditing-\(Ireland\)/ISA-700-\(Ireland\)](https://www.iaasa.ie/Publications/Auditing-standards/International-Standards-on-Auditing-for-use-in-Ire/International-Standards-on-Auditing-(Ireland)/ISA-700-(Ireland)). This description forms part of our auditor's report.

**DIOCESE OF KILMORE CURIA R.C.
INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF DIOCESE OF KILMORE CURIA R.C.**

The purpose of our audit work and to whom we owe our responsibilities

This report is made solely to the charity's members, as a body. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members, as a body, for our audit work, for this report, or for the opinions we have formed.



**Brendan Young (Statutory Auditor)
For and on behalf of McDwyers Chartered Accountants Limited**

**Chartered Accountants
Statutory audit firm**

22nd December 2021

**Esker Place,
Cathedral Road,
Cavan,
Co. Cavan.**

DIOCESE OF KILMORE CURIA R.C.

STATEMENT OF FINANCIAL ACTIVITIES

For the year ended 31st December 2020

	Notes	Unrestricted Funds	Designated Funds	Restricted Funds	2020 €	2019 €
Incoming Resources						
Donations and Legacies	3	403,906	17,013	222,823	643,742	892,553
Charitable Activities	4	22,185	-	2,276	24,461	84,802
Fundraising Activities		-	-	300	300	2,924
Investment Activities	5	39,696	84,512	13,572	137,780	179,117
Other Income		34,339	-	21,400	55,739	65,327
Total Incoming Resources		<u>500,126</u>	<u>101,525</u>	<u>260,371</u>	<u>862,022</u>	<u>1,224,723</u>
Resources Expended						
Expenditure on Raising Funds		-	-	170	170	-
Charitable Activities	8	645,589	146,346	76,020	867,955	932,696
Other Expenditure	9	6,909	-	214,944	221,853	382,934
Total Resources Expended		<u>652,498</u>	<u>146,346</u>	<u>291,134</u>	<u>1,089,978</u>	<u>1,315,630</u>
Net gain on Investments	12	200,000	-	39,000	239,000	1,941
Net Income		<u>47,628</u>	<u>(44,821)</u>	<u>8,237</u>	<u>11,044</u>	<u>(88,966)</u>
Transfer between funds		32,610	-	(32,610)	-	-
Other recognised gains/ (losses)		-	-	-	-	-
Net movement in funds		<u>80,238</u>	<u>(44,821)</u>	<u>(24,373)</u>	<u>11,044</u>	<u>(88,966)</u>
Reconciliation of Funds:						
Total brought forward	15	1,557,238	22,897	3,028,073	4,608,208	4,697,174
Total funds carried forward		<u>1,637,476</u>	<u>(21,924)</u>	<u>3,003,700</u>	<u>4,619,252</u>	<u>4,608,208</u>


All income and expenditure arises from continuing operations. There are no recognised gains or losses other than the result for the year.

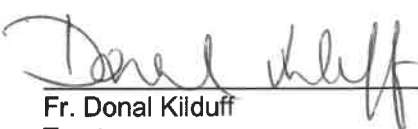
DIOCESE OF KILMORE CURIA R.C. BALANCE SHEET

As at 31st December 2020

	Notes	€	2020 €	€	2019 €
Fixed Assets					
Tangible Assets	11		3,063,890		3,105,616
Investments	12		453,882		278,882
			<u>3,517,772</u>		<u>3,384,498</u>
Current Assets					
Debtors and Prepayments	13	90,242		63,308	
Bank and Cash and Deposit Accounts		1,425,796		1,494,824	
		<u>1,516,038</u>		<u>1,558,132</u>	
Creditors: Amounts falling due within One year	14	(414,558)		(334,422)	
Net Current Assets			1,101,480		1,223,710
Total Assets less Current Liabilities			<u>4,619,252</u>		<u>4,608,208</u>
Total Net Assets			<u>4,619,252</u>		<u>4,608,208</u>
Charity Funds	16/17				
Unrestricted Funds			1,637,476		1,557,238
Designated Funds			(21,924)		22,897
Restricted Funds			3,003,700		3,028,073
Total Charity Funds			<u>4,619,252</u>		<u>4,608,208</u>
			=====		=====

The financial statements were approved and authorised for issuing by the board of trustees on 22nd December 2021. They were signed on its behalf by:


 Msgr. Liam Kelly
 Trustee


 Fr. Donal Kilduff
 Trustee

DIOCESE OF KILMORE CURIA R.C.

CASHFLOW STATEMENT

For the year ended 31st December 2020

	Notes	2020 €	2019 €
Cash Flows from Charitable Activities			
Net Cash used in Charitable Activities	19	(230,624)	(241,847)
Cash Flows from Investing Activities			
(Purchase)/Sale of Fixed Assets		(21,142)	(6,097)
Investment Income Received		137,780	179,117
Payments to acquire investment Bonds		(100,000)	-
Cash received on surrender of investment Bonds		164,000	-
Net Cash Flows from Investing Activities		180,638	173,020
Cash Flows from Financing Activities			
Finance lease payments		-	(4,452)
Change in Cash and Cash Equivalents in year		(49,986)	(73,279)
Cash and cash equivalents at beginning of year		1,494,824	1,550,716
Change due to exchange rate movements		(19,042)	17,387
Cash and Cash Equivalents at end of year		1,425,796	1,494,824
		=====	=====

DIOCESE OF KILMORE CURIA R.C.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31st December 2020

1. Accounting Policies

The significant accounting policies adopted and applied consistently are as follows:

1.1 Basis of Preparation

The Financial Statements have been prepared under historical cost convention, modified to include the revaluation of property and to include investment properties and certain items at fair value and in accordance with the Statement of Recommended Practice (SORP) 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 1A) and FRS 102 Section 1A.

The Financial Statements have been prepared on a going concern basis. The Board of Trustees has reviewed the Charity's financial position and consequently believes there are sufficient resources to manage any operational or financial risks. The Board of Trustees, therefore, considers there is a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. There is no material uncertainty about the ability to continue as a going concern.

1.2 Functional Currency

The Financial Statements are prepared in euros, which is the functional currency. Monetary amounts in these Financial Statements are rounded to the nearest €.

1.3 Incoming Resources

Income Resources are included in the Statement of Financial Activities based on amounts receivable for the year. Donations and legacies are included when there is sufficient certainty of receipt. Investment income is included in the year in which it was earned.

1.4 Resources Expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

1.5 Fund Accounting

There are three types of funds maintained as follows:

- Restricted funds represent income which can only be used for particular purposes specified.
- Unrestricted funds are expendable at the discretion of the charity in furtherance of the objectives of the charity.
- Designated funds have been set aside for a particular purpose of the charity.

DIOCESE OF KILMORE CURIA R.C.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31st December 2020

Accounting Policies (continued)

1.6 Tangible Fixed Assets and Depreciation

Land

Freehold land is included in the Financial Statements at market value as at 31st December, 2020. Freehold land is not depreciated as it has an indefinitely long useful life.

Buildings

Freehold buildings additions are recorded at cost less accumulated depreciation.

However, in 2014, the method used to record the very old established buildings, in the absence of cost values, was to include those buildings at discounted insurance replacement values. This was the policy employed to include the assets on the Balance Sheet at a deemed historic cost net of accumulated depreciation. The Trustees took the view that this was the most prudent approach and the approach that would result in the most reliable representation of value.

Investment Property

Investment properties whose fair value can be measured reliably are included in the Fixed Assets on the Balance Sheet, at their fair value amount. Changes in fair value are recognised in the Statement of Financial Activities.

School Property

Land and buildings, legally owned by the Diocese of Kilmore Curia R.C. and occupied rent free by Catholic schools, through a lease with the Department of Education and Skills, and publicly funded are valued at €Nil for the purposes of the accounts. No meaningful value can be attributed to these assets since they are not used directly by the Charity, do not generate income and cannot be disposed of in the open market or put to an alternative use, while such occupation, which may be indefinite, continues.

Fixtures, Fittings and Equipment

Fixtures, Fittings and Equipment which do not form part of the fabric of the buildings and costing in excess of €1,000 are capitalised at cost.

Works of Art and Historic Treasures

Work of Art, historic treasures and religious artefacts are considered to be heritage assets for the purposes of charities SORP (FRS 102). The heritage assets have not been capitalised in the accounts as they are held in a manner consistent with the advancement of the Roman Catholic Faith, have extraordinarily long lives and are worth preserving in perpetuity.

Depreciation

Depreciation is calculated to write off cost evenly over the remainder of the assets useful life using the following rates:

Land	n/a	
Buildings	2%	Straight Line
Fixtures, Fittings & Equipment	20%	Straight Line

DIOCESE OF KILMORE CURIA R.C.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31st December 2020

Accounting Policies (continued)

1.7 Leasing

Assets obtained under hire purchase or finance lease are capitalised as tangible fixed assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such arrangement are included in creditors net of finance charge allocated to future periods. The finance element of the rental payment is charged to the Statement of Financial Activities to produce a constant period rate of charge on the net obligation outstanding in each period.

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to the Statement of Financial Activity on a straight-line basis over the period of the lease.

1.8 Investments

Investments are stated at market value. Any realised or unrealised surplus or deficit on investments is recognised in the Statement of Financial Activities in the year.

1.9 Foreign Currency Translation

Monetary assets and liabilities denominated in foreign currencies are translated into euro at the rates of exchange ruling at the Balance Sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to the Statement of Financial Activities.

1.10 Taxation

No charge to current or deferred taxation arises as the charity has been granted charitable status, Charity No. CHY 7215. Irrecoverable Value Added Tax is expended as incurred.

1.11 Capital Grants and Grant Income

Income from government grants (whether 'capital' or 'revenue') and other grants, both 'capital' and 'revenue', is recognised and not deferred when the charity -:

- has entitlement to the funds;
- any performance conditions attached have been met;
- it is probable that the income will be received; and
- the amount can be measured reliably.

Where grants are initially deferred, they are amortised to the Statement of Financial Activities at an appropriate rate taking into account the useful life of the underlying expenditure, and unamortised balances are recognised under creditors in the charity's Balance Sheet.

1.12 Financial Instruments

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

DIOCESE OF KILMORE CURIA R.C.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31st December 2020

Basic Financial Assets

Operating and other debtors are recognised initially at transaction price.

Cash and cash equivalents include cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown within borrowings in current liabilities on the Balance Sheet.

Basic Financial Liabilities

Basic financial liabilities include operating and other payable and bank loans.

Operating and other creditors are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at the transaction price.

2. Judgements and Key Sources of Estimation Uncertainty

In the application of the Charity's accounting policies, the Trustees are required to make judgement, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period or in the period of the revision and future periods where the revision affects both current and future periods.

The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

Establishing useful economic lives for depreciation purposes of property, fixtures & fittings and equipment.

Long lived assets, consisting of property, fixtures & fittings and equipment, comprise a significant portion of the total assets. The annual depreciation charge depends primarily on the estimated useful economic lives of each type of asset and estimate of residual values. The Trustees regularly review these assets useful economic lives and change them as necessary to reflect current thinking on remaining lives in light of prospective economic utilisation and physical condition of the assets concerned. Changes in asset useful lives can have a significant impact on depreciation and amortisation charges for the period. Details of the useful economic lives is included in the accounting policies.

3. Donations and Legacies

	2020	2019
	€	€
Donations/Bequests	33,188	27,056
Special Collections	208,020	357,121
Parish Levies	396,040	495,886
Priests Contributions	6,494	6,990
Grant Income	-	5,500
	<u>643,742</u>	<u>892,553</u>

DIOCESE OF KILMORE CURIA R.C.
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31st December 2020

4. Charitable Activities

	2020	2019
	€	€
Event Income	24,461	84,802
	<u>24,461</u>	<u>84,802</u>
	=====	=====

5. Investment Activities

	2020	2019
	€	€
Rental Income	137,439	178,809
Interest Received	302	308
Dividends Received	39	-
	<u>137,780</u>	<u>179,117</u>
	=====	=====

6. Government Grants

'Other Income' includes income from government grants which comprise of non-performance related grants advanced due to Covid-19 restrictions, to provide support. The grant received was EWSS (Employment Wage Subsidy Scheme) and the total received in the year amounted to €29,170.

7. Total Resources Expended

	2020	2019
	€	€
Charitable Activities		
Expenditure on Raising Funds	170	-
Charitable Activities (note 8)	867,955	932,696
Other Expenditure (note 9)	221,853	382,934
	<u>1,089,978</u>	<u>1,315,630</u>
	=====	=====

DIOCESE OF KILMORE CURIA R.C.
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31st December 2020

8. Expenditure on Charitable Activities

	2020	2019
	€	€
Education & formation of clergy	57,277	95,666
Pastoral development & community	139,415	233,786
Schools & catechetics	36,312	57,307
Administration costs:		
Salary and Administration costs	83,194	89,257
Rates	4,768	4,674
Light & heat	24,058	19,366
Printing, postage	8,701	8,579
Telephone	3,629	8,210
Computer costs	6,314	6,827
Publications	2,920	3,196
Insurance	33,068	30,283
Repairs & maintenance	72,822	20,322
Security	-	1,324
Legal & professional fees	173,535	145,169
Audit fees	7,073	5,412
Foreign exchange movement	19,042	(17,387)
Bank interest & charges	2,419	1,380
Operating lease costs	5,741	1,454
General expenses	20,303	28,720
Depreciation	62,868	64,368
Profit on disposal of asset	-	(1,029)
Support Costs:		
Marriage tribunal	11,844	16,236
Child protection	53,405	61,952
National Bishops' Conference	34,773	40,004
Data Protection	4,474	7,620
	867,955	932,696
	=====	=====

9. Other Expenditure

	2020	2019
	€	€
Special Collections:		
Holy Land Collection	13,489	18,767
African Missions	28,838	41,803
Trocaire	124,127	209,290
Pope's Collection	23,819	18,936
World Meeting of Families	-	47,896
St. Patrick's Day Collection	24,671	46,242
	214,944	382,934
	=====	=====
Cathedraticum	6,909	-
	6,909	-
	=====	=====
Total Other Expenditure	221,853	382,934
	=====	=====

DIOCESE OF KILMORE CURIA R.C.
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31st December 2020

10. Staff Costs

The average number of employees during the financial year was 11 (2019: 12).

The overall aggregate amounts paid to or on behalf of staff, and included in each category of charitable activities, are as follows:

	2020	2019
	€	€
Wages and Salaries	179,864	256,155
Social Welfare Costs	10,075	22,261
	<u>189,939</u>	<u>278,416</u>

The Trustees and members of the Finance Committee do not receive remuneration for their services as Trustees and Committee members. Directly incurred expenses are reimbursed, if claimed, and amounted to €Nil (2019: €Nil).

11. Fixed Assets

	Land	Buildings	F, F & E	Total
	€	€	€	€
<u>Cost</u>				
1 January 2020	580,000	3,103,433	174,161	3,857,594
Additions	-	21,142	-	21,142
Disposals	-	-	-	-
Revaluation	-	-	-	-
31 December 2020	<u>580,000</u>	<u>3,124,575</u>	<u>174,161</u>	<u>3,878,736</u>
	=====	=====	=====	=====
<u>Depreciation</u>				
1 January 2020	-	578,558	173,420	751,978
Charge for year	-	62,491	377	62,868
On Disposals	-	-	-	-
31 December 2020	<u>-</u>	<u>641,049</u>	<u>173,797</u>	<u>814,846</u>
	=====	=====	=====	=====
<u>Net Book Value</u>				
1 January 2020	580,000	2,524,875	741	3,105,616
	=====	=====	=====	=====
31 December 2020	<u>580,000</u>	<u>2,483,526</u>	<u>364</u>	<u>3,063,890</u>
	=====	=====	=====	=====

There were no fixed assets held under finance leases for the current or prior period.

The land was revalued by O'Reilly Taylor Tweedy to an open market value basis in 2018. This revaluation has been incorporated into the financial statements and the resulting revaluation adjustment has been taken to the revaluation reserve.

DIOCESE OF KILMORE CURIA R.C.
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31st December 2020

12. Investments

	Property €	Equities €	Bonds €	Total €
Valuation				
1 January 2020	150,000	3,882	125,000	278,882
Invested during the year	-	-	100,000	100,000
Gain realised during the year	-	-	39,000	39,000
Surrendered during the year	-	-	(164,000)	(164,000)
Revaluation	200,000	-	-	200,000
31 December 2020	<u>350,000</u>	<u>3,882</u>	<u>100,000</u>	<u>453,882</u>
	=====	=====	=====	=====
Valuation				
1 January 2019	150,000	3,882	125,000	278,882
Gain realised during the year	-	-	-	-
Unrealised gains/(losses)	-	-	-	-
31 December 2019	<u>150,000</u>	<u>3,882</u>	<u>125,000</u>	<u>278,882</u>
	=====	=====	=====	=====

The fair value of the investment property has been arrived at on the basis of a valuation carried out at 21st December 2021 by O'Reilly, Taylor & Tweedy Auctioneers, who are not connected with the charity. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

Bonds investment are included at the fair value as determined by the Investment Manager.

13. Debtors and prepayments

	2020 €	2019 €
Debtors	14,513	12,205
Amounts owed from related parties	45,804	25,350
Accrued Income	2,100	-
Prepayments	27,825	25,753
	<u>90,242</u>	<u>63,308</u>

14. Current Liabilities (due less than one year)

	2020 €	2019 €
Creditors	20,462	22,513
Amounts held for other parties	21,004	21,004
PAYE/PRSI	17,885	16,873
Other Creditors	11,094	-
Special Collections	50,045	27,834
Accruals	190,513	138,643
Deferred Income	103,555	107,555
	<u>414,558</u>	<u>334,422</u>

DIOCESE OF KILMORE CURIA R.C.
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31st December 2020

15. Analysis of Net Funds

	Unrestricted Funds €	Designated Funds €	Restricted Funds €	2020
<i>At 1 January 2020:</i>				
Reserves	1,557,238	22,897	2,752,451	
Revaluation Reserve	-	-	275,622	
	<u>1,557,238</u>	<u>22,897</u>	<u>3,028,073</u>	<u>4,608,208</u>
Net Income for the year	47,628	(44,821)	8,237	11,044
Transfer between funds	32,610	-	(32,610)	-
Gains and Losses	-	-	-	-
<i>At 31 December 2020:</i>				
Reserves	1,637,476	(21,924)	2,728,078	
Revaluation Reserve	-	-	275,622	
	<u>1,637,476</u> =====	<u>(21,924)</u> =====	<u>3,003,700</u> =====	<u>4,619,252</u> =====

The unrestricted reserve represents the free funds of the charity which are not designated for particular purposes.

16. Analysis of Net Assets between Funds

	Unrestricted Funds €	Designated Funds €	Restricted Funds €	2020 €
Tangible Assets	517,468	-	2,546,422	3,063,890
Investments	350,000	-	103,882	453,882
Current Assets	847,019	123,076	545,943	1,516,038
Current Liabilities	(77,011)	(145,000)	(192,547)	(414,558)
Long Term Liabilities	-	-	-	-
Net Assets at 31 December 2020	<u>1,637,476</u>	<u>(21,924)</u>	<u>3,003,700</u>	<u>4,619,252</u>

17. Movement in Funds

	At 1 January 2020 €	Income €	Expenditure €	Transfers €	Gain and Losses €	At 31 December 2020 €
Unrestricted Funds	1,557,238	500,126	(652,498)	32,610	200,000	1,637,476
Designated Funds	22,897	101,525	(146,346)	-	-	(21,924)
Restricted Funds	2,752,451	260,371	(291,134)	(32,610)	39,000	2,728,078
Restricted – Revaluation Reserve	275,622	-	-	-	-	275,622
TOTAL FUNDS	<u>4,608,208</u>	<u>862,022</u>	<u>(1,089,978)</u>	<u>-</u>	<u>239,000</u>	<u>4,619,252</u>

DIOCESE OF KILMORE CURIA R.C.
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31st December 2020

Restricted Funds

The Diocese of Kilmore Curia R.C. have restricted funds for the following purposes:

		€
Special Collection	For onward support of outside missions	13,066
Lourdes Pilgrimage	Assistance to those taking annual pilgrimage	211,893
St. Patrick's Trust	Maintenance of assets of St. Patrick's Trust and the support & promotion of Catholic Education as defined by the Trust	2,753,814
Other Restricted Funds		24,927
Total Restricted Funds		3,003,700

18. Financial Instruments

	2020 €	2019 €
Financial Assets that are equity Instruments measured at cost less Impairment		
Investments in Unlisted Shares	103,882	128,882
Financial Assets that are debt Instruments measured at amortised Cost		
Operating and other debtors	62,417	37,555
Cash and short term deposits	1,425,796	1,494,824
Prepayments	27,825	25,753
Financial Liabilities measured at Amortised Cost		
Trade Creditors	20,462	22,514
Accruals for goods and services	190,513	24,228

19. Reconciliation of Operating Deficit to Net Cash Inflow/(Outflow) from Operating Activities

	2020 €	2019 €
Net Incoming Resources	11,044	(88,966)
Addbacks/Deductions		
Depreciation/Revaluation	62,868	61,398
Loss on Foreign Exchange	19,042	(17,387)
Investment Income	(137,780)	(179,117)
Net Gain on Investments	(239,000)	-
Finance Lease Interest	-	1,454
Movement in Debtors	(26,934)	41,032
Movement in Creditors	80,136	(60,261)
Net Cash generated from Operating Activities	(230,624)	(241,847)

DIOCESE OF KILMORE CURIA R.C.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31st December 2020

20. Post Balance Sheet Events

Other than the continuing impact of COVID-19 on the performance of Charity objectives, there were no significant events between the balance sheet date and the date of signing of the financial statements which require adjustment to or disclosure in the financial statements.

At the time of approving the financial statements, there is uncertainty regarding how the balance sheet may be impacted based on the events since the year end and as a result, an estimate of its financial effect cannot be made.

21. Related Party Transactions

	Op Bal €	Rec'd €	Payable €	Cl Bal €
Diocese of Kilmore Parishes RC	(4,346)	468,239	(509,697)	(45,804)
	<hr/>	<hr/>	<hr/>	<hr/>

Accompanying Notes

The Diocese of Kilmore Curia R.C. ("Curia") and Diocese of Kilmore Parishes R.C. ("Parishes") have common Trustees.

At 1 January 2020 the Curia were owed funds from the parishes in the amount of €4,346. During the year there was movement of €41,458. At the 31 December 2020, an amount of €45,804 was owed from the Diocese of Kilmore Parishes R.C.

22. Non-audit services provided by auditor

In common with many charities of our size and nature, we use our auditor to assist with the preparation of the financial statements.

23. Approval of the Financial Statements

The Board of Trustees approved the Financial Statements on the 22nd December 2021.