

DIOCESE OF KILMORE CURIA R.C.
REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

DIOCESE OF KILMORE CURIA R.C.

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DIOCESE OF KILMORE CURIA R.C. CHARITY INFORMATION

For the year ended 31st December 2022

Trustees

Bishop Martin Hayes
Msgr. Liam Kelly
Fr. Sean Mawn
Fr. Kevin Fay
Fr. John Gilhooly
Fr. Donal Kilduff (resigned 01/09/2023)
Fr. John McTiernan
Fr. Brian Flynn
Fr. Andrew Tully
Fr. Ultan McGoochan
Fr. Paul Prior (appointed 01/09/2023)

Finance Committee

Bishop Martin Hayes
Msgr. Liam Kelly (resigned 01/09/2023)
Joan Quinn (Chairperson)
Fr. Paul Prior (Secretary) (appointed 01/09/2023)
Fr. Donal Kilduff (resigned 01/09/2023)
Fr. Gerard Alwill (resigned 18/09/2023)
Paul Kelly
Carmel Denning
Lauren Tierney
Con Dolan (appointed 24/11/2022)
Mary Maguire (appointed 31/05/2023)
Fr. Kevin Donohoe (appointed 18/09/2023)

Charity Address

Bishop's House
Cullies
Cavan
Co. Cavan

Charity Number

RCN – 20015084
CHY - 7215

Auditor

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 2022

The Diocese of Kilmore Curia R.C. presents its overview for 2022 and the financial statements for the ended 31st December, 2022.

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 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 2022

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 €1,235,602 (2021: €1,127,972). Resources expended total was €1,142,665 (2021: €948,995). 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.

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.

DIOCESE OF KILMORE CURIA R.C.

CHARITY INFORMATION

For the year ended 31st December 2022

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.

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.

Further details regarding the adoption of the going concern basis can be found in note 1 to the financial statements.

Accounting Records

The charity's trustees acknowledge their responsibilities under section 47 of the Charities Act 2009 to ensure that the charity keeps adequate accounting records. The following measures have been taken:

- The implementation of appropriate policies and procedures for recording transactions;
- The employment of competent accounting personnel with the appropriate expertise;
- The provision of sufficient organisational resources for this purpose;
- Liaison with the charity's external professional advisers.

The accounting records are held at the charity's operating premises, The Bishop's House, Cullies, Cavan.

Post reporting date events

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.

Plans for the future

The trustees are not expecting to make any significant changes in the nature of the charity in the near future.

DIOCESE OF KILMORE CURIA R.C. CHARITY INFORMATION

For the year ended 31st December 2022

Auditor

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

Disclosure of information 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.

On behalf of the Board of Trustees



Bishop Martin Hayes
Trustee



Fr. Paul Prior
Trustee

Date: 30th November 2023

DIOCESE OF KILMORE CURIA R.C. STATEMENT OF TRUSTEES' RESPONSIBILITIES

For the year ended 31st December 2022

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable Irish law and regulations.

Irish legislation requires the trustees to prepare financial statements for each financial year. Under that law, the trustees have elected to prepare the financial statements in accordance with FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (Generally accepted Accounting Practice in Ireland) issued by the Financial Reporting Council, as modified by the Charities SORP (FRS 102). The trustees are required to prepare financial statements that give a true and fair view of the assets, liabilities and financial position of the charity as at the financial year end date and of the surplus or deficit of the charity for that financial year and otherwise comply with the Charities Act 2009.

In preparing these financial statements, the trustees are required to:


- select suitable accounting policies for the charity financial statements and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with applicable accounting standards, identify those standards, and note the effect and the reasons for any material departure from those standards; 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 ensuring that the charity keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the charity, enable at any time the assets, liabilities, financial position and surplus or deficit of the charity to be determined with reasonable accuracy, enable them to ensure that the financial statements and Trustees' Report comply with the Charities Act 2009 and enable the financial statements to be audited. They 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

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the Republic of Ireland governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

By order of the Board of Trustees


Bishop Martin Hayes
Trustee


Fr. Paul Prior
Trustee

Date: 30th November 2023

**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 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cashflows and notes to the financial statements, including a summary of significant accounting policies set out in note 1. 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 2022 and of its net income for the year then ended;
- have been properly prepared in accordance with SORP FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland; and
- have been properly prepared in accordance with the requirements of relevant legislation.

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.

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

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.

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: [www.iaasa.ie/Publications/Auditing-standards/International-Standards-on-Auditing-for-use-in-Ire/International-Standards-on-Auditing-\(Ireland\)/ISA-700-\(Ireland\)](http://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**

30th November 2023

**Chartered Accountants
Statutory audit firm**

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

DIOCESE OF KILMORE CURIA R.C.

STATEMENT OF FINANCIAL ACTIVITIES

For the year ended 31st December 2022

	Notes	Unrestricted Funds	Designated Funds	Restricted Funds	2022 €	2021 €
Incoming Resources						
Donations and Legacies	3	382,324	15,143	420,918	818,385	784,261
Charitable Activities	4	33,127	-	3,484	36,611	12,605
Fundraising Activities		-	-	-	-	-
Investment Activities	5	68,402	85,000	70,494	223,896	136,396
Other Income	6	133,069	-	23,641	156,710	194,710
Total Incoming Resources		<u>616,922</u>	<u>100,143</u>	<u>518,537</u>	<u>1,235,602</u>	<u>1,127,972</u>
Resources Expended						
Expenditure on Raising Funds		-	-	-	-	-
Charitable Activities	8	617,886	563	96,971	715,420	580,099
Other Expenditure	9	-	-	427,245	427,245	368,896
Total Resources Expended		<u>617,886</u>	<u>563</u>	<u>524,216</u>	<u>1,142,665</u>	<u>948,995</u>
Net gain on Investments	12	-	-	-	-	-
Net Income		<u>(964)</u>	<u>99,580</u>	<u>(5,679)</u>	<u>92,937</u>	<u>178,977</u>
Transfer between funds		25,598	-	(25,598)	-	-
Other recognised gains/ (losses)		-	-	-	-	721,000
Net movement in funds		<u>24,634</u>	<u>99,580</u>	<u>(31,277)</u>	<u>92,937</u>	<u>899,977</u>
Reconciliation of Funds:	15					
Total brought forward		1,757,819	72,344	3,689,066	5,519,229	4,619,252
Total funds carried forward		<u>1,782,453</u>	<u>171,924</u>	<u>3,657,789</u>	<u>5,612,166</u>	<u>5,519,229</u>

All income and expenditure arise 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 2022

	Notes	€	2022 €	€	2021 €
Fixed Assets					
Tangible Assets	11		3,855,823		3,851,322
Investments	12		453,882		453,882
			<u>4,309,705</u>		<u>4,305,204</u>
Current Assets					
Debtors and Prepayments	13	207,534		114,605	
Bank and Cash and Deposit Accounts		1,354,803		1,432,330	
		<u>1,562,337</u>		<u>1,546,935</u>	
Creditors: Amounts falling due within One year	14	(259,876)		(332,910)	
				<u></u>	
Net Current Assets			1,302,461		1,214,025
Total Assets less Current Liabilities			<u>5,612,166</u>		<u>5,519,229</u>
Total Net Assets			<u>5,612,166</u>		<u>5,519,229</u>
Charity Funds	16/17				
Unrestricted Funds			1,782,453		1,757,819
Designated Funds			171,924		72,344
Restricted Funds			3,657,789		3,689,066
Total Charity Funds			<u>5,612,166</u> =====		<u>5,519,229</u> =====

The financial statements were approved and authorised for issuing by the board of trustees on 30th November 2023. They were signed on its behalf by:


Bishop Martin Hayes
Trustee


Fr. Paul Prior
Trustee

DIOCESE OF KILMORE CURIA R.C. **STATEMENT OF CASH FLOWS**

For the year ended 31st December 2022

	Notes	2022 €	2021 €
Cash Flows from Charitable Activities			
Net Cash used in Charitable Activities	19	(211,561)	(20,572)
Cash Flows from Investing Activities			
(Purchase)/Sale of Fixed Assets		(71,742)	(132,605)
Investment Income Received		223,896	136,396
Payments to acquire investment Bonds		-	-
Cash received on surrender of investment Bonds		-	-
Net Cash Flows from Investing Activities		(59,407)	(16,781)
Cash Flows from Financing Activities			
Finance lease payments		-	-
Change in Cash and Cash Equivalents in year		(59,407)	(16,781)
Cash and cash equivalents at beginning of year		1,432,330	1,425,796
Change due to exchange rate movements		(18,120)	23,315
Cash and Cash Equivalents at end of year		1,354,803 =====	1,432,330 =====

DIOCESE OF KILMORE CURIA R.C.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31st December 2022

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 2022

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, 2022. 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	0%	Straight Line
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 2022

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 arrangements 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 expensed 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.

DIOCESE OF KILMORE CURIA R.C.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31st December 2022

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.

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.

Valuation of investment properties.

The charity revalues its investment property to fair value based on the advice from independent expert valuers. At period end the trustees carry out a valuation of investment properties, and note that there may be a degree of estimation uncertainty regarding fair value at the period end, see note 12 for details of this valuation.

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

For the year ended 31st December 2022

3. Donations and Legacies

	2022	2021
	€	€
Donations/Bequests	2,642	15,433
Special Collections	413,125	370,568
Parish Levies	395,929	391,521
Priests Contributions	6,689	6,739
	<u>818,385</u>	<u>784,261</u>

4. Charitable Activities

	2022	2021
	€	€
Event Income	36,611	12,605
	<u>36,611</u>	<u>12,605</u>
	=====	=====

5. Investment Activities

	2022	2021
	€	€
Rental Income	223,836	136,316
Interest Received	22	41
Dividends Received	38	39
	<u>223,896</u>	<u>136,396</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 €33,733 (2021: €173,273).

7. Total Resources Expended

	2022	2021
	€	€
Charitable Activities		
Expenditure on Raising Funds	-	-
Charitable Activities (note 8)	716,220	580,099
Other Expenditure (note 9)	427,245	368,896
	<u>1,143,465</u>	<u>948,995</u>
	=====	=====

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

For the year ended 31st December 2022

8. Expenditure on Charitable Activities

	2022	2021
	€	€
Education & formation of clergy	32,927	19,991
Pastoral development & community	174,712	129,007
Schools & catechetics	44,840	40,436
Administration costs:		
Salary and Administration costs	93,934	84,522
Rates	3,911	5,360
Light & heat	44,379	20,633
Printing, postage	10,051	7,954
Telephone	4,524	3,897
Computer costs	7,221	7,601
Publications	2,587	670
Insurance	38,836	34,288
Repairs & maintenance	32,981	29,833
Legal & professional fees	8,083	32,420
Audit fees	7,380	7,380
Foreign exchange movement	18,120	(23,315)
Bank interest & charges	1,612	1,489
Operating lease costs	7,895	7,863
General expenses	720	10,720
Depreciation	67,241	66,173
Profit on disposal of asset	-	-
Support Costs:		
Marriage tribunal	10,257	5,753
Child protection	55,201	54,728
National Bishops' Conference	44,191	29,833
Data Protection	3,817	2,863
	<u>715,420</u>	<u>580,099</u>
	=====	=====

9. Other Expenditure

	2022	2021
	€	€
Special Collections:		
Holy Land Collection	17,195	14,555
Mission Sunday	39,295	46,742
Trocaire	194,388	244,415
Ukraine Special Appeal	100,063	-
Pope's Collection	21,464	20,633
St. Patrick's Day Collection	48,151	35,811
	<u>420,556</u>	<u>362,156</u>
Cathedraticum	6,689	6,740
	<u>6,689</u>	<u>6,740</u>
	=====	=====
Total Other Expenditure	427,245	368,896
	=====	=====

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

For the year ended 31st December 2022

10. Staff Costs

The average number of employees during the financial year was 12 (2021: 12).

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

	2022	2021
	€	€
Wages and Salaries	258,973	253,449
Social Welfare Costs	18,768	1,946
	<u>277,741</u>	<u>255,395</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 (2021: €Nil).

11. Fixed Assets

	Land	Buildings	F, F & E	Total
	€	€	€	€
<u>Cost</u>				
1 January 2022	1,301,000	3,253,496	177,845	4,732,341
Additions	-	71,742	-	71,742
Disposals	-	-	(2,695)	(2,695)
Revaluation	-	-	-	-
31 December 2022	<u>1,301,000</u>	<u>3,325,238</u>	<u>175,150</u>	<u>4,801,388</u>
	=====	=====	=====	=====
<u>Depreciation</u>				
1 January 2022	-	706,121	174,898	881,019
Charge for year	-	66,504	737	67,241
On Disposals	-	-	(2,695)	(2,695)
31 December 2022	<u>-</u>	<u>772,625</u>	<u>172,940</u>	<u>945,565</u>
	=====	=====	=====	=====
<u>Net Book Value</u>				
1 January 2022	1,301,000	2,547,375	2,947	3,851,322
	=====	=====	=====	=====
31 December 2022	<u>1,301,000</u>	<u>2,552,613</u>	<u>2,210</u>	<u>3,855,823</u>
	=====	=====	=====	=====

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

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

For the year ended 31st December 2022

12. Investments

	Property	Equities	Bonds	Total
	€	€	€	€
Valuation				
1 January 2022	350,000	3,882	100,000	453,882
Invested during the year	-	-	-	-
Gain realised during the year	-	-	-	-
Surrendered during the year	-	-	-	-
Revaluation	-	-	-	-
31 December 2022	<u>350,000</u>	<u>3,882</u>	<u>100,000</u>	<u>453,882</u>
	=====	=====	=====	=====
Valuation				
1 January 2021	350,000	3,882	100,000	453,882
Gain realised during the year	-	-	-	-
Unrealised gains/(losses)	-	-	-	-
31 December 2021	<u>350,000</u>	<u>3,882</u>	<u>100,000</u>	<u>453,882</u>
	=====	=====	=====	=====

The fair value of the investment property has been arrived at on the basis of a valuation carried out on 21 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. On 31 December 2022, the trustees considered the valuation of the investment property and noted that the value of the property remained at €350,000.

Bonds investments are included at the fair value as determined by the Investment Manager, Bank of Ireland.

13. Debtors and prepayments

	2022	2021
	€	€
Debtors	13,283	38
Amounts owed from related parties	61,024	72,985
Accrued Income	103,689	11,341
Prepayments	29,538	30,241
	<u>207,534</u>	<u>114,605</u>
	=====	=====

14. Current Liabilities (due less than one year)

	2022	2021
	€	€
Creditors	48,913	30,201
Amounts held for other parties	12,612	12,610
PAYE/PRSI	16,945	13,056
Other Creditors	23,628	15,340
Special Collections	29,725	141,916
Accruals	25,498	17,232
Deferred Income	102,555	102,555
	<u>259,876</u>	<u>332,910</u>
	=====	=====

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

For the year ended 31st December 2022

15. Analysis of Net Funds

	Unrestricted Funds €	Designated Funds €	Restricted Funds €	2022
<i>At 1 January 2022:</i>				
Reserves	1,757,819	72,344	3,413,444	5,519,229
Revaluation Reserve	-	-	275,622	-
	<u>1,757,819</u>	<u>72,344</u>	<u>3,689,066</u>	<u>5,519,229</u>
Net Income for the year	(964)	99,580	(5,679)	92,937
Transfer between funds	25,598	-	(25,598)	-
Gains and Losses	-	-	-	-
	<u>1,782,453</u>	<u>171,924</u>	<u>3,382,167</u>	<u>5,612,166</u>
<i>At 31 December 2022:</i>				
Reserves	1,782,453	171,924	3,382,167	5,612,166
Revaluation Reserve	-	-	275,622	-
	<u>1,782,453</u> =====	<u>171,924</u> =====	<u>3,657,789</u> =====	<u>5,612,166</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 €	2022 €
Tangible Assets	485,986	-	3,369,837	3,855,823
Investments	350,000	-	103,882	453,882
Current Assets	1,034,995	171,924	355,418	1,562,337
Current Liabilities	(88,528)	-	(171,348)	(259,876)
Long Term Liabilities	-	-	-	-
	<u>1,782,453</u>	<u>171,924</u>	<u>3,657,789</u>	<u>5,612,166</u>
Net Assets at 31 December 2022	<u>1,782,453</u>	<u>171,924</u>	<u>3,657,789</u>	<u>5,612,166</u>

17. Movement in Funds

	At 1 January 2022 €	Income €	Expenditure €	Transfers €	Gain and Losses €	At 31 December 2022 €
Unrestricted Funds	1,757,819	616,922	(617,886)	25,598	-	1,782,453
Designated Funds	72,344	100,143	(563)	-	-	171,924
Restricted Funds	3,413,444	518,537	(524,216)	(25,598)	-	3,382,167
Restricted – Revaluation Reserve	275,622	-	-	-	-	275,622
TOTAL FUNDS	<u>5,519,229</u>	<u>1,235,602</u>	<u>(1,142,665)</u>	<u>-</u>	<u>-</u>	<u>5,612,166</u>

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

For the year ended 31st December 2022

Restricted Funds

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

		€
Special Collection	For onward support of outside missions	7,628
Lourdes Pilgrimage	Assistance to those taking annual pilgrimage	205,661
St. Patrick's Trust	Maintenance of assets of St. Patrick's Trust and the support & promotion of Catholic Education as defined by the Trust	3,425,192
Other Restricted Funds		19,308
Total Restricted Funds		3,657,789

18. Financial Instruments

	2022 €	2021 €
<i>Financial Assets that are equity instruments measured at fair value</i>		
Investments in Unlisted Shares	103,882 =====	103,882 =====
<i>Financial Assets that are debt instruments measured at amortised cost</i>		
Operating and other debtors	177,996 =====	84,364 =====
<i>Financial Liabilities measured at amortised cost</i>		
Operating and other creditors	114,878	200,067
Accruals for goods and services	26,298	17,232
	141,176 =====	217,299 =====

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

	2022 €	2021 €
Net Incoming Resources	92,137	178,977
Addbacks/Deductions		
Depreciation/Revaluation	67,241	66,173
Loss on Foreign Exchange	18,120	(23,316)
Investment Income	(223,896)	(136,396)
Net Gain on Investments	-	-
Finance Lease Interest	-	-
Movement in Debtors	(92,929)	(24,363)
Movement in Creditors	(72,234)	(81,647)
Net Cash generated from Operating Activities	(211,561)	(20,572)

DIOCESE OF KILMORE CURIA R.C.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31st December 2022

20. Post Balance Sheet Events

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.

21. Related Party Transactions

	Op Bal €	Rec'd €	Payable €	Cl Bal €
Diocese of Kilmore Parishes RC	72,985	778,632	(790,593)	61,024

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

At 1 January 2022 the Curia were owed funds from the parishes in the amount of €72,985. During the year there was movement of €11,961. At the 31 December 2022, an amount of €61,024 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 30th November 2023.