

Catholic Diocese and Parishes of Clonfert
Annual Report and Financial Statements
for the financial year ended 31 December 2021

DHKN Limited
Registered Auditors
Galway Financial Services Centre
Moneenageisha Road
Galway

Catholic Diocese and Parishes of Clonfert

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Catholic Diocese and Parishes of Clonfert

GENERAL INFORMATION

Diocesan Trustees

Bishop Michael Duignan
Mgr. Cathal Geraghty
Fr. John Garvey

Diocesan Finance Committee

Bishop Michael Duignan
Mgr. Cathal Geraghty
Mr. Pat McDonagh
Mr. Gerard McInerney
Ms. Marcella Fallon
Mr. Terry Doyle
Fr. Martin McNamara
Mr. Sean O Dwyer
Fr. Declan McInerney (Appointed 30 September 2021)
Ms. Nancy O Gorman (Resigned 1 July 2021)

Parish Trustees

Bishop Michael Duignan
Mgr. Cathal Geraghty
Fr. John Garvey
Fr. Gerard Geraghty
Fr. Patrick Conroy
Fr. Raymond Sweeney
Fr. Michael Finneran
Fr. Brendan Lawless
Fr. Christy McCormack
Fr. Ciarán Kitching
Fr. Iomar Daniels
Fr. Michael Kennedy
Fr. Niall Foley
Fr. Patrick Kenny
Fr. Michael Byrnes
Fr. Sean Neylon
Fr. Seamus Bohan
Fr. Kieran O' Rourke
Fr. Martin McNamara (Retired 1 September 2022)
Fr. P.J. Bracken (Deceased 20 January 2022)
Fr. Declan McInerney

Address

Coorheen
Loughrea
Co. Galway
H62 TD82

Auditors

DHKN Limited
Galway Financial Services Centre
Moneenageisha Road
Galway

Bankers

Bank of Ireland
Main Street
Loughrea
Co. Galway

Bank of Ireland Private Banking
3rd Floor
Dockgate
Dock Road
Co. Galway

Catholic Diocese and Parishes of Clonfert

GENERAL INFORMATION

State Street Global Advisors
78 Sir John Rogerson's Quay
Dublin 2

Bank of Ireland
Clonfert Avenue
Fairyhill
Portumna
Co. Galway

Seaspray Private Limited
Main Street
Quin
Co. Clare

Solicitors

F G MacCarthy
Dunkellin St
Loughrea
Co. Galway

Patrick Hogan & Co.
Dunlo St
Ballinasloe
Co. Galway

Charity Revenue Number

7501

Charity Regulator Authority Number

20016623

Catholic Diocese and Parishes of Clonfert

TRUSTEES' REPORT

for the financial year ended 31 December 2021

The Trustees present their report and the audited financial statements for the financial year ended 31 December 2021.

Introduction

Catholic Diocese and Parishes of Clonfert, a charitable Trust, is a Roman Catholic diocese in East Galway, with one parish (Lusmagh) in County Offaly while the parishes of Taughmaconnell and Creagh the half-parish of Ballinasloe lie in County Roscommon. The diocese is led by the Bishop of Catholic Diocese and Parishes of Clonfert, Bishop Michael Duignan. Catholic Diocese and Parishes of Clonfert is composed of individual communities of the Christian faithful, known as parishes. Catholic Diocese and Parishes of Clonfert consists of 24 parishes, each entrusted to a priest under the authority of the Bishop. The parishes are established and operated under a Deed of Trust and also operate according to the provisions of the code of Canon Law which confers them separate canonical status, rights and obligations. Canon Law is the name given to the laws and regulations that govern within the Catholic Church.

This report outlines the charitable activities and resources of the charity in Ireland, which includes the 24 parishes and the Curia.

Charitable Objects and Activities

The charitable objects and activities of Catholic Diocese and Parishes of Clonfert is the advancement of religion through education, community welfare, community development, heritage, culture and arts.

Structure, Governance and Management

Catholic Diocese and Parishes of Clonfert is governed by the Bishop, who is subject to the provisions of the Code of Canon Law. Each parish is managed by a member of clergy who has been appointed with responsibility for that parish. The title of member of clergy can vary, as parishes can be managed by the Parish Priests / Parish Administrators or Parish Moderators. A parish Finance Committee assists and makes recommendations to the parish management, as required by Canon Law.

Finance Committee

The Diocesan Finance Committee is a non-executive committee comprising of nine members. The nine members consist of the Bishop, three priests, and five lay members. The purpose of the committee is to advise and guide the Bishop and the Trustees in the financial management and stewardship of the diocese.

Internal Control and Risk Management

The Bishop and Senior Clergy are responsible for providing reasonable assurance that the Catholic Diocese and Parishes of Clonfert complies with relevant laws and regulations, operates efficiently and effectively, safeguards the assets of the diocese against unauthorised use or disposition, ensure proper records are maintained and financial information used for publication is reliable and ensure systems of control are designed to provide reasonable, but not absolute, assurance against material misstatement of loss.

Safeguarding Policy

Catholic Diocese and Parishes of Clonfert has adopted a comprehensive set of child safeguarding policies and procedures. This document, which can be found <https://www.clonfertdiocese.ie/safeguarding/> has as its over-riding concern the safety and welfare of all children and young people who are involved in any way in the institutions and activities of the Church. The document includes procedures for best practice for the safeguarding children and for an appropriate response where abuse is alleged or suspected.

Results and Dividends

A summary of the year's results can be found on page 11 - 18 of this report and accounts.

Details of the results for the year are set out in the Income Statement. The surplus for the year after providing for interest costs and depreciation of fixed assets amounted to €1,362,097 (2020: €407,475 deficit).

As set out in the Income Statement, expenditure in the year ended 31 December 2021 amounted to €2,061,443 (2020: €2,571,724).

Catholic Diocese and Parishes of Clonfert TRUSTEES' REPORT

for the financial year ended 31 December 2021

Investments

At 31 December 2021, Catholic Diocese and Parishes of Clonfert had investments of €8,366,973 (2020: €6,966,424), representing the market value of the investments at the year end. The purpose of these funds is to provide investment income to promote the charitable objectives of Catholic Diocese and Parishes of Clonfert and to provide capital growth in the reserves over the medium term. They are invested with a medium risk investment strategy.

The objectives for the investments are as follows:

Capital growth within medium risk parameters,

To preserve the capital value of the portfolio in real terms,

To generate a real return, depending on conditions in financial markets, after the initial two objectives have been met,

To achieve the above targets while utilising Catholic Diocese and Parishes of Clonfert's stated investment policy.

Policy on Reserves

At the end of the financial year, the total funds of the Diocese amounted to €15,419,380 (2020: €14,057,283). Of this, €4,829,412 (2020: €4,979,783) is represented by properties and other tangible fixed assets essential for the running of Catholic Diocese and Parishes of Clonfert.

Future Plans

The Trustees recognise that the income of the Parishes of Catholic Diocese and Parishes of Clonfert is significantly made up of cash and that controls around cash need to be continually strengthened. Diocesan staff are working with parishes to standardise and implement best practices in relation to the handling of cash.

Catholic Diocese and Parishes of Clonfert will continue to review and monitor its expenses and spending plans, and will make every effort to manage its existing assets as efficiently as possible in order to generate the income necessary to achieve its aims.

Post Statement of Financial Position Events

There have been no significant events affecting Catholic Diocese and Parishes of Clonfert since the financial year-end.

Signed on behalf of the Diocesan Trustees

Bishop Michael Duignan
Diocesan Trustee

Mgr. Cathal Geraghty
Diocesan Trustee

Fr. John Garvey
Diocesan Trustee

Date: 15th March 2023

Catholic Diocese and Parishes of Clonfert

STATEMENT OF TRUSTEES' RESPONSIBILITIES

for the financial year ended 31 December 2021

The trustees are responsible for preparing the annual report and the financial statements in accordance with applicable Irish law and regulations.

Irish law requires the trustees to prepare financial statements giving a true and fair view of the state of affairs of Catholic Diocese and Parishes of Clonfert and the surplus or deficit of Catholic Diocese and Parishes of Clonfert for each financial year.

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

- select suitable accounting policies for the financial statements and then apply them consistently;
- make judgements and accounting 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 Catholic Diocese and Parishes of Clonfert will continue.

The Trustees confirm that they have complied with the above requirements in preparing the annual report and the financial statements. The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of Catholic Diocese and Parishes of Clonfert and enable them to ensure that the financial statements comply with Irish statute. They are also responsible for safeguarding the assets of Catholic Diocese and Parishes of Clonfert and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the Diocesan Trustees

Bishop Michael Duignan
Diocesan Trustee

Mgr. Cathal Geraghty
Diocesan Trustee

Fr. John Garvey
Diocesan Trustee

Date: 15th March 2023

INDEPENDENT AUDITOR'S REPORT

to the Trustees of Catholic Diocese and Parishes of Clonfert

Report on the audit of the financial statements

Qualified opinion arising from limitation in scope

We have audited the financial statements of Catholic Diocese and Parishes of Clonfert for the financial year ended 31 December 2021 which comprise the Income Statement, the Statement of Financial Position, the Statement of Changes in Reserves and notes to the financial statements, including the summary of significant accounting policies set out therein. The financial reporting framework that has been applied in their preparation is Irish Law and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued in the United Kingdom by the Financial Reporting Council.

In our opinion, except for the possible effects of the matter described in the Basis for qualified opinion paragraph, the financial statements:

- give a true and fair view of the state of the diocese's affairs as at 31 December 2021 and of its income and expenditure for the financial year then ended;
- have been properly prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Basis for qualified opinion

Catholic Diocese and Parishes of Clonfert derives a substantial portion of its income from cash donations, mainly from church collections and offerings, received by Parishes within the diocese. Catholic Diocese and Parishes of Clonfert is continuing to work with the parishes within the diocese to ensure the financial guidelines issued to each parish are being implemented, including specific controls over the recording of cash donations within Catholic Diocese and Parishes of Clonfert. However, due to the nature of this income and in common with many other similar organisations, it is not possible for Catholic Diocese and Parishes of Clonfert to fully control the completeness of this income within each parish prior to entry into its financial records. Accordingly, as controls over completeness of such cash income cannot be fully verified, we could not rely on these controls for the purpose of our audit. There were no satisfactory audit procedures that we could adopt to confirm independently that all such cash income due to the charity was properly received.

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are described below in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of Catholic Diocese and Parishes of Clonfert in accordance with the ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard for Auditors (Ireland) issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), 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 diocese's ability to continue as a going concern for a period of at least twelve months from the date 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. 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.

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 course of 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.

INDEPENDENT AUDITOR'S REPORT

to the Trustees of Catholic Diocese and Parishes of Clonfert

Opinions on other matters

In our opinion, based on the work undertaken in the course of the audit, we report that:

We have obtained all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit. The financial statements for the year ended 31 December 2020 were unaudited. We have obtained sufficient appropriate audit evidence that the opening balances for the year ended 31 December 2021 do not contain misstatements that would materially affect the financial statements for the year ended 31 December 2021.

In our opinion the accounting records of Catholic Diocese and Parishes of Clonfert were sufficient to permit the financial statements to be readily and properly audited and the financial statements are in agreement with the accounting records.

Respective responsibilities

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 in accordance with the applicable financial reporting framework that give a true and fair view, and for such internal control as they 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 diocese's ability to continue as a going concern, disclosing, if applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate Catholic Diocese and Parishes of Clonfert or to cease operation, or has 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 contained in the appendix to this report, which is to be read as an integral part of our report.

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

Our report is made solely to the Trustees, as a body. Our audit work has been undertaken so that we might state to the Trustees 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 any responsibility to anyone other than Catholic Diocese and Parishes of Clonfert and the Trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

DHKN LIMITED

Registered Auditors
Galway Financial Services Centre,
Moneenageisha Road,
Galway.

Date: 15th March 2023

Catholic Diocese and Parishes of Clonfert

APPENDIX TO THE INDEPENDENT AUDITOR'S REPORT

Further information regarding the scope of our responsibilities as auditor

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

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

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

Catholic Diocese and Parishes of Clonfert

INCOME STATEMENT

for the financial year ended 31 December 2021

	Notes	2021 €	2020 €
Income		2,232,371	2,093,356
Expenditure		(2,052,294)	(2,564,960)
Surplus/(deficit) before interest		180,077	(471,604)
Investment income	5	402,051	45,570
Other gains and losses	6	789,118	25,050
Finance income		-	273
Finance costs	7	(9,149)	(6,764)
Surplus/(deficit) for the financial year		1,362,097	(407,475)
Total comprehensive income		1,362,097	(407,475)

Approved by the Diocesan Trustees on 15th March 2023 and signed on its behalf by:

Bishop Michael Duignan
Diocesan Trustee

Mgr. Cathal Geraghty
Diocesan Trustee

Fr. John Garvey
Diocesan Trustee

Catholic Diocese and Parishes of Clonfert
STATEMENT OF FINANCIAL POSITION

as at 31 December 2021

	Notes	2021 €	2020 €
Non-Current Assets			
Property, plant and equipment	9	4,829,412	4,979,783
Financial assets	10	8,366,973	6,966,424
		<u>13,196,385</u>	<u>11,946,207</u>
Current Assets			
Receivables	11	270,958	279,729
Cash and cash equivalents		2,266,294	2,221,640
		<u>2,537,252</u>	<u>2,501,369</u>
Payables: amounts falling due within one year	12	<u>(228,647)</u>	<u>(218,666)</u>
Net Current Assets		<u>2,308,605</u>	<u>2,282,703</u>
Total Assets less Current Liabilities		<u>15,504,990</u>	<u>14,228,910</u>
Payables:			
amounts falling due after more than one year	13	<u>(85,610)</u>	<u>(171,627)</u>
Net Assets		<u>15,419,380</u>	<u>14,057,283</u>
Reserves			
Reserves		15,419,380	14,057,283
		<u>15,419,380</u>	<u>14,057,283</u>

Approved by the Diocesan Trustees on 15th March 2023 and signed on its behalf by:

Bishop Michael Duignan
Diocesan Trustee

Mgr. Cathal Geraghty
Diocesan Trustee

Fr. John Garvey
Diocesan Trustee

Catholic Diocese and Parishes of Clonfert
STATEMENT OF CHANGES IN EQUITY

as at 31 December 2021

	Retained reserves	Total
	€	€
At 1 January 2020	14,464,758	14,464,758
Deficit for the financial period	<u>(407,475)</u>	<u>(407,475)</u>
At 31 December 2020	14,057,283	14,057,283
Surplus for the financial year	<u>1,362,097</u>	<u>1,362,097</u>
At 31 December 2021	<u>15,419,380</u>	<u>15,419,380</u>

Catholic Diocese and Parishes of Clonfert

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2021

1. General Information

Catholic Diocese and Parishes of Clonfert is a registered charity. The financial statements prepared for the year ended 31 December 2021 reflect the activities of Catholic Diocese and Parishes of Clonfert which include the activities of the parishes within Catholic Diocese and Parishes of Clonfert. The registered office of the Diocese is Coorheen, Loughrea, Co. Galway. The financial statements have been presented in Euro (€) which is also the functional currency of Catholic Diocese and Parishes of Clonfert.

2. Summary of Significant Accounting Policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Catholic Diocese and Parishes financial statements.

Statement of compliance

The financial statements of Catholic Diocese and Parishes of Clonfert for the financial year ended 31 December 2021 have been prepared on the going concern basis and in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (FRS 102).

Basis of preparation

The financial statements have been prepared on the going concern basis and in accordance with the historical cost convention except for certain properties and financial instruments that are measured at revalued amounts or fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The financial reporting framework that has been applied in their preparation is the Irish Law and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council.

Income

Income is recognised on a receipts basis by Catholic Diocese and Parishes of Clonfert.

Property, plant and equipment and depreciation

All fixed assets held for the beneficial use of Catholic Diocese and Parishes of Clonfert have been capitalised and are included in the accounts. These assets are included at original costs or estimated cost. The estimated costs were arrived at by using the insurance value as at 31 December 2019 as an approximate market value of the properties and discounting these values by reference to the inflation statistics relating back to the date on which the properties were acquired or built. The figure for cost or notional cost where utilised does not take account of the separate value of the underlying land of any property.

The Trustees regularly review the condition and net book values of all properties to ensure that the depreciation policies adopted are and remain appropriate. Where it is determined that the cost or notional cost has been permanently impaired, an adjustment to the carrying value is made.

Heritage Assets

Heritage assets consist of assets that have a historic and artistic significance such as chalices, ciborium, treasures and works of art. A reliable cost is not available for these works of art and historic treasures and the Trustees believe that the cost of carrying out such an exercise would outweigh the benefit of this information to the user of the financial statements. Therefore, in accordance with FRS102, these assets have not been capitalised. They are part of the Charity's overall objectives to advance the Roman Catholic faith. They are not held for investments and the Charity does not actively seek to acquire or dispose of these assets.

Land and Buildings (used by others)

Land and buildings legally owned by Catholic Diocese and Parishes of Clonfert and occupied by Educational Bodies, which are separate charities and publicly funded, are not recognised for the purpose of these accounts. The trustees consider that no meaningful value can be attributed to these assets since they are not used directly by Catholic Diocese and Parishes of Clonfert, do not generate income and cannot be disposed of in the open market or put to alternative use while such occupation, which may be indefinite, continues.

The charge to depreciation is calculated to write off the original cost or valuation of property, plant and equipment, less their estimated residual value, over their expected useful lives as follows:

Land and Buildings	- 2% Straight Line / Churches depreciated over 100 years.
Fixtures and Fittings	- 12.5% Straight Line

The carrying values of property, plant and equipment are reviewed annually for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

Catholic Diocese and Parishes of Clonfert

NOTES TO THE FINANCIAL STATEMENTS

continued

for the financial year ended 31 December 2021

Financial assets

Investments held as fixed assets are stated at market value. Income from other investments is recognised in the income and expenditure account in the financial year in which it is receivable.

Trade and other receivables

Trade and other receivables are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the Statement of Financial Position bank overdrafts are shown within Payables.

Trade and other payables

Trade and other payables are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost.

Employee benefits

Catholic Diocese and Parishes of Clonfert operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the organisation in an independently administered fund.

Taxation

Catholic Diocese and Parishes of Clonfert is exempt from taxation as it has charitable status.

3. Significant accounting judgements and key sources of estimation uncertainty

The preparation of these financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses.

Judgements and estimates are continually evaluated and are based on historical experiences and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The organisation makes estimates and assumptions concerning the future. The resulting accounting estimates will be, by definition, seldom equal to the related actual results. 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.

(a) Establishing useful economic lives for depreciation purposes of property, plant and equipment

Property, plant and equipment comprise a significant portion of the total assets of the organisation. The annual depreciation charge depends primarily on the estimated useful economic lives of each type of asset and estimates of residual values. The Trustees regularly review asset 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.

(b) Establishing the cost value of tangible fixed assets

All assets are included at original cost or estimated original cost if original cost was not available. Estimated original costs were arrived at by using the insurance value as at 31 December 2019 as an approximate market value of the properties and discounting these values by reference to the inflation statistics relating back to the date on which the properties were acquired or built.

(c) Provision for doubtful debts

Catholic Diocese and Parishes of Clonfert makes an estimate of the recoverable value of trade and other receivables. The organisation uses estimates based on historical experience in determining the level of debts, which the organisation believes, will not be collected. These estimates include such factors as the current credit rating of the receivable, the ageing profile of receivables and historical experience.

Catholic Diocese and Parishes of Clonfert
NOTES TO THE FINANCIAL STATEMENTS

continued

for the financial year ended 31 December 2021

4. Operating	2021	2020
	€	€
Operating is stated after charging/(crediting):		
Depreciation of property, plant and equipment	150,371	153,157
Surplus on disposal of property, plant and equipment	(98,044)	-
	<u> </u>	<u> </u>
5. Income from investments	2021	2020
	€	€
Surplus on disposal of investments	402,051	45,570
	<u> </u>	<u> </u>
6. Other Gains and Losses	2021	2020
	€	€
Fair value gains and losses are as follows:		
Investments in shares	789,118	25,050
	<u> </u>	<u> </u>
7. Finance costs	2021	2020
	€	€
Interest	9,149	6,764
	<u> </u>	<u> </u>

8. Employees

The average number of full and part time employees in the Catholic Diocese and Parishes of Clonfert for the year ended 31st December 2021 was 13 (2020: 13).

9. Property, plant and equipment

	Land and Buildings	Fixtures and Fittings	Total
	€	€	€
Cost or Valuation			
At 1 January 2021	14,676,889	89,635	14,766,524
Disposal	(68,432)	-	(68,432)
	<u> </u>	<u> </u>	<u> </u>
At 31 December 2021	14,608,457	89,635	14,698,092
	<u> </u>	<u> </u>	<u> </u>
Depreciation			
At 1 January 2021	9,700,359	86,382	9,786,741
Charge for the financial year	149,409	962	150,371
Disposal	(68,432)	-	(68,432)
	<u> </u>	<u> </u>	<u> </u>
At 31 December 2021	9,781,336	87,344	9,868,680
	<u> </u>	<u> </u>	<u> </u>
Carrying amount			
At 31 December 2021	4,827,121	2,291	4,829,412
	<u> </u>	<u> </u>	<u> </u>
At 31 December 2020	4,976,530	3,253	4,979,783
	<u> </u>	<u> </u>	<u> </u>

The Trustees have reviewed the recognition of the Diocese's Land and Buildings. Following this review, the Land and Buildings of Catholic Diocese and Parishes of Clonfert are included at original costs or estimated cost. The estimated costs are arrived at by using the insurance value as at 31 December 2019 as an approximate market value of the properties and discounting these values by reference to the inflation statistics relating back to the date on which the properties were acquired or built.

Catholic Diocese and Parishes of Clonfert
NOTES TO THE FINANCIAL STATEMENTS

continued

for the financial year ended 31 December 2021

10. Financial fixed assets

	Listed investments	Total
	€	€
Investments		
Cost or Valuation		
At 1 January 2021	6,966,424	6,966,424
Additions	2,450,000	2,450,000
Disposals	(1,838,569)	(1,838,569)
Revaluations	789,118	789,118
	<u>8,366,973</u>	<u>8,366,973</u>
At 31 December 2021	8,366,973	8,366,973
Carrying amount		
At 31 December 2021	<u>8,366,973</u>	<u>8,366,973</u>
At 31 December 2020	<u>6,966,424</u>	<u>6,966,424</u>

11. Receivables

	2021 €	2020 €
Other debtors	254,858	262,858
Prepayments	16,100	16,871
	<u>270,958</u>	<u>279,729</u>

12. Payables
Amounts falling due within one year

	2021 €	2020 €
Amounts owed to credit institutions	34,617	34,617
Taxation	3,660	3,513
Accruals	170,370	160,536
Deferred Income	20,000	20,000
	<u>228,647</u>	<u>218,666</u>

13. Payables
Amounts falling due after more than one year

	2021 €	2020 €
Bank loan	85,610	171,627
Loans		
Repayable in one year or less, or on demand (Note 12)	34,617	34,617
Repayable between one and two years	34,617	34,617
Repayable between two and five years	50,993	103,851
Repayable in five years or more	-	33,159
	<u>120,227</u>	<u>206,244</u>

14. Capital commitments

Catholic Diocese and Parishes of Clonfert had no material capital commitments at the financial year-ended 31 December 2021.

15. Contingent liabilities

No amounts have been provided for in the accounts in respect of any legal matters, compensation or claims which the parishes of the diocese may be subject to.

Catholic Diocese and Parishes of Clonfert
NOTES TO THE FINANCIAL STATEMENTS

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16. Related party transactions

There were no related party transactions in the period under review.

17. Events After the End of the Reporting Period

There have been no significant events affecting Catholic Diocese and Parishes of Clonfert since the financial year-end.

18. Approval of financial statements

The financial statements were approved and authorised for issue by the Diocesan Trustees on 15th March 2023.