

DIOCESE OF FERNS
CENTRAL FUND FINANCIAL STATEMENTS
YEAR ENDED 31st DECEMBER 2021

DIOCESE OF FERNS

CENTRAL FUND FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2021

<u>TABLE OF CONTENTS</u>	<u>PAGE</u>
Approval Statement and Committee Details	2
Summary Income & Expenditure Account	3
Appendix 1 – Income	4
Appendix 2 – Parish Support Costs	5
Appendix 3 – Other Support Costs	5
Appendix 4 - Administration Costs	6
Supplementary Budget & General Reserve	7
Balance Sheet	8
Notes on and forming part of the Financial Statements	9 – 11

CENTRAL FUND FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2021

SUMMARY INCOME & EXPENDITURE ACCOUNT

	<u>Appendix</u>	<u>2021</u> €	<u>2020</u> €
<u>INCOME</u>	1	500,467	474,306
	
<u>EXPENDITURE</u>			
Parish Support Costs	2	179,087	159,048
Other Support Costs	3	66,555	76,007
Administration Costs	4	216,105	188,051
		-----	-----
		461,747	423,106
		-----	-----
<u>OPERATING SURPLUS FOR YEAR</u>		38,720	51,200
Supplementary Budget – surplus	5	73,118	48,673
Settlements and Legal Costs		(6,001)	-
		-----	-----
<u>SURPLUS, TO RESERVES</u>		105,837	99,873
		=====	=====

DIOCESE OF FERNS

4

CENTRAL FUND FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2021

APPENDIX 1: INCOME

	<u>2021</u> €	<u>2021</u> €	<u>2020</u> €	<u>2020</u> €
Parish Envelope Contributions		407,124		406,964
<u>Education Income:</u>				
Diocesan Collection	8,580		2,674	
Donations & Legacies	-		-	
St Joseph's Young Priests Soc	3,000		3,000	
Investment Income	649		539	
	-----	12,229	-----	6,213
Catechetics, Parish Receipts		30,830		26,141
Conference Fees (Net)		3,015		2,281
Mensal Contribution		5,571		2,765
Annual Directory		700		700
Miscellaneous Receipts		1,435		5,368
Donations/Bequests		-		2,000
Charities Act – Income	37,870		36,570	
- Expenditure	(38,307)		(39,696)	
	-----	(437)	-----	(3,126)
Investment Fund Management Fee		40,000		25,000
		-----		-----
		500,467		474,306
		=====		=====

DIOCESE OF FERNS

5

CENTRAL FUND FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2021

APPENDIX 2: PARISH SUPPORT COSTS

	<u>2021</u> €	<u>2021</u> €	<u>2020</u> €	<u>2020</u> €
<u>Education & Formation:</u>				
Seminarians	48,822		37,838	
Laity Education	-		-	
Sabbaticals, Ongoing Education	2,208		3,333	
	-----	51,030	-----	41,171
Priest Supports		9,580		879
Family Life Service		-		13,967
Regional Marriage Tribunal		15,456		15,456
<u>Catechetics:</u>				
Primary Level	13,098		13,719	
Second Level/Diocesan Centre	31,115		23,617	
	-----	44,213	-----	37,336
<u>Pastoral Development:</u>				
Salaries & Office Expenses		14,582		9,950
<u>Pastoral Outreach/Safeguarding:</u>				
Salaries & Expenses		44,226		40,289
		-----		-----
		179,087		159,048
		=====		==+=====

APPENDIX 3: OTHER SUPPORT COSTS

	<u>2021</u> €	<u>2020</u> €
National Bishops' Conference	53,531	63,510
Special Needs Support	3,811	3,811
Ecumenism	300	300
World Meeting of Families	8,913	8,386
	-----	-----
	66,555	76,007
	=====	=====

CENTRAL FUND FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2021

APPENDIX 4: ADMINISTRATION COSTS

	<u>2021</u>	<u>2020</u>
	€	€
Light & Heat	12,772	9,200
Security	432	1,657
Postage	5,124	6,108
Stationery & Printing	5,444	3,196
Telephone & Internet	5,526	5,505
Insurance	3,639	3,791
Rates & Service Charges	692	544
Salaries, Pensions & Training	95,387	69,923
Housekeeping & Hospitality costs	16,742	16,320
Building repairs & maintenance	11,466	5,811
Subscriptions, Library and Presentations	17,572	13,981
History & Archives	3,000	-
Audit Fees	3,075	2,500
Data Protection Compliance	12,724	18,279
Meetings, Travel, Subsistence	7,150	4,595
Legal Fees	(61)	3,208
St. Aidan's Trust costs	1,471	1,448
Promotion Costs	391	3,681
Miscellaneous Expenses	1,908	2,175
Computer & Website Expenses	7,854	12,131
Equipment lease & maintenance	1,882	2,000
Bank interest and charges	1,915	1,998
	-----	-----
	216,105	188,051
	=====	=====

DIOCESE OF FERNS

CENTRAL FUND FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2021

<u>SUPPLEMENTARY BUDGET, EXPENSES FUNDED BY DIOCESE AND FRIENDS OF FERNS</u>	<u>2021</u>	<u>2020</u>
	€	€
<u>Income: St Peter's Campus</u>	100,000	80,000
Friends of Ferns	32,507	26,220
	-----	-----
	132,507	106,220
	-----	-----
<u>Expenditure: Towards Healing</u>	27,945	25,500
Bank Term Loan Interest	31,444	32,047
	-----	-----
	59,389	57,547
	-----	-----
<u>Net Surplus</u>	73,118	48,673
	=====	=====

<u>STATEMENT OF MOVEMENT IN RESERVES</u>	€	€
Surplus from Income & Expenditure Account	38,720	51,200
Surplus, Supplementary Budget	73,118	48,673
	-----	-----
<u>Operating Surplus</u>	111,838	99,873
Settlements & Legal Costs Paid & Provided	(6,001)	-
	-----	-----
<u>Surplus, to Reserves</u>	105,837	99,873
Reserves, Opening Balance (Deficit)	(1,409,480)	(1,509,353)
	-----	-----
<u>Reserves, Closing Balance (Deficit)</u>	(1,303,643)	(1,409,480)
	=====	=====

DIOCESE OF FERNS

8

CENTRAL FUND FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2021

BALANCE SHEET

	<u>Note</u>	<u>31/12/2021</u> €	<u>31/12/2020</u> €
<u>TANGIBLE FIXED ASSETS</u>	3	-	-
<u>FINANCIAL ASSETS</u>			
Diocesan Investment Funds	3	125,063	250,943
		-----	-----
<u>CURRENT ASSETS</u>			
Debtors, falling due within one year	4	168,285	103,808
Cash at Bank and on Hand		9,659	63,221
		-----	-----
		177,944	167,029
		-----	-----
<u>CURRENT LIABILITIES</u>			
Creditors, falling due within one year	5	(416,539)	(504,308)
		-----	-----
<u>NET CURRENT LIABILITIES</u>		(238,595)	(337,279)
<u>CREDITORS, not falling due within one year</u>	6	(1,190,111)	(1,323,144)
<u>year</u>		-----	-----
<u>TOTAL NET LIABILITIES</u>		(1,303,643)	(1,409,480)
		=====	=====
<u>REPRESENTED BY:</u>		€	€
General Reserve, Deficit		(1,303,643)	(1,409,480)
		=====	=====

YEAR ENDED 31 DECEMBER 2021

NOTES ON AND FORMING PART OF THE FINANCIAL STATEMENTS**1 ACCOUNTING POLICIES**

- The financial statements are prepared under the historical cost convention.
- These financial statements are denominated in Euro (€).

TANGIBLE FIXED ASSETS & DEPRECIATION

Tangible fixed assets are stated at cost or at valuation, less accumulated depreciation. The charge to depreciation is calculated to write off the original cost or valuation of tangible fixed assets, less their estimated residual value, over their expected useful lives as follows:

Land and Buildings, freehold - 2% straight line

- (i) Freehold Land, is valued at fair value based on the current use value of the land as the Charity is in the not for profit sector. There are no land or buildings held for investment.
- (ii) Freehold buildings: functional buildings (i.e. that are for the purpose of the charity and are still in use). The original cost of buildings was not available, therefore the Charity has based its accounting policy on the insurance value of these assets as at 31st December 2015 which was then discounted back to the year of acquisition or construction using the consumer price index (the CPI was benchmarked at the earliest date available 1922) to arrive at the estimate of the acquisition cost. The acquisition cost was then depreciated over the buildings' useful life to arrive at its current net book value.
- (iii) Office equipment, fixtures and fittings and computer equipment are carried at cost less accumulated depreciation and accumulated impairment losses. Office equipment, fixtures and fittings and computer equipment costing over €5,000 are capitalized and depreciated in accordance with the policy set out below.

Depreciation

Land is not depreciated. Depreciation of other fixed assets is calculated using the straight line method over their estimated useful lives, as follows:

Freehold Buildings	50 years (2%)
Office equipment, fixtures and fittings	5 years (20%)
Computer equipment	3 years (33.3%)

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at the end of each financial year.

2 SCOPE AND RESPONSIBILITY

10

The Central Fund accounts encompass the payments from parishes to the Diocese from the envelope collection, together with income from collections and investments allocated towards the education of priests, seminarians and laity, and other minor sources of income. The income of the Central Fund is used to fund the various programmes and services provided by the Diocese, and for administration and establishment costs.

With effect from the 1st January 2010 the Central Fund accounts also incorporate the accumulated costs of child sex abuse settlements, expenses, and costs associated with the Government inquiries. These were previously financed by a number of bank loans, now consolidated into a single term loan facility as detailed in note number 7. Ongoing costs are dealt with through the supplementary budget, as set out in Appendix 5 of the financial statements.

The Diocese is responsible, through the Diocesan Finance Committee for maintaining proper books of account, and for ensuring the preparation of annual accounts, which present fairly the state of affairs of the Central Fund, and of its income and expenditure for that year.

In preparing these statements the Committee is required to:

- select suitable accounting policies and apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis, unless it is inappropriate to presume that the Central Fund will continue in operation.

3. TANGIBLE FIXED ASSETS

<u>Cost</u>	<u>Freehold Land & Buildings</u>	<u>Office Equipment, fixtures, etc</u>	<u>Total</u>
	€	€	€
Balance January 1 2021	49,684	62,894	112,578
	-----	-----	-----
Balance December 31 2021	49,684	62,894	112,578
	-----	-----	-----
<u>Depreciation</u>			
Balance January 1 2021	49,684	62,894	112,578
	-----	-----	-----
Balance December 31 2021	49,684	62,894	112,578
	-----	-----	-----
<u>Net Book Value</u>			
At December 31 2021	-	-	-
	=====	=====	=====
At December 31 2020	-	-	-
	=====	=====	=====

3 DIOCESAN INVESTMENT FUND

	<u>2021</u>	<u>2020</u>
	€	€
Capital funds of the former Seminary	124,836	184,296
Education Bequest, M Donoghue	109	66,529
Unallocated Funds	118	118
	-----	-----
	125,063	250,943
	=====	=====

Income derived from the foregoing investments is credited under Appendix 1 in the detailed Income & Expenditure Account.

YEAR ENDED 31 DECEMBER 2021

NOTES ON AND FORMING PART OF THE FINANCIAL STATEMENTS, continued4 **DEBTORS**, falling due within one year:

	<u>2021</u>	<u>2020</u>
	€	€
Parish contributions	74,787	51,615
Other debtors and prepaid expenses	93,498	52,193
	-----	-----
	<u>168,285</u>	<u>103,808</u>

5 **CREDITORS**, falling due within one year:

	<u>2021</u>	<u>2020</u>
	€	€
Creditors and accrued expenses	112,652	201,801
Parish loan	40,000	40,000
Other loans	26,820	29,358
Other short term funds held	67,891	74,753
Bank overdraft	31,361	20,581
Bank term loans, Bank of Ireland	137,815	137,815
	-----	-----
	<u>416,539</u>	<u>504,308</u>

Short term funds held represent amounts lodged to Diocesan accounts for onward payment to other Church agencies and bodies.

Only that portion of bank loans repayable within twelve months of the balance sheet date is included as a current liability.

6 **CREDITORS**, not falling due within one year:

	<u>2021</u>	<u>2020</u>
	€	€
Bank Term loans, Bank of Ireland	860,111	966,098
Provision for future settlements, including legal costs	330,000	357,046
	-----	-----
	<u>1,190,111</u>	<u>1,323,144</u>

7 **BANK TERM LOAN**

The term loan facility advanced by Bank of Ireland in respect of consolidated liabilities incurred in prior years is secured by a fixed charge on Bishop's House, Summerhill, Wexford, to a maximum amount of €1,804,000.