

**Archdiocese of Tuam**  
**Audited Financial Statements**  
**for the year ended 31st December 2021**

**DHKN Limited**  
**Registered Auditors**  
**Galway Financial Services Centre**  
**Moneenageisha Road**  
**Galway**

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## Reference and Administrative Details

Archbishop:	Most Rev. Francis Duffy (appointed on 9th January 2022)
Address:	The Archbishop's House Tuam Co. Galway
Charity Tax Registration:	CHY 7231
Trustees:	Most Rev. Francis Duffy (appointed on 9th January 2022) Most Rev. Dr. Michael Neary Msgr. Dermot Moloney, PE (resigned 11th April 2022) Canon Joseph O' Brien, PE Canon Brendan Kilcoyne PP, VF Msgr. John O'Boyle (resigned 4th May 2022) Rev. Francis Mitchell Rev. Denis Carney, PP
Bankers:	Bank of Ireland Dublin Road Tuam Co. Galway  Allied Irish Bank Vicar Street Tuam Co. Galway
Auditors:	DHKN Limited Galway Financial Services Centre Moneenageisha Road Galway
Solicitors:	Concannon & Meagher Solicitors Frank Stockwell Road Glebe Tuam Co. Galway
Investment Advisors:	State Street Global Advisors 78 Sir John Rogerson's Quay Grand Canal Dock Dublin  Davy Stockbrokers Davy House 49 Dawson Street Dublin 2

**Archdiocese of Tuam**  
**Trustee Report**  
**for the year ended 31 December 2021**

The Trustees present their report and accounts for the year ended 31 December 2021.

## **INTRODUCTION**

The Archdiocese of Tuam, an unincorporated association, is a Roman Catholic archdiocese in the West of Ireland. The archdiocese is led by the Archbishop of Tuam, The Most Reverend Francis Duffy.

The archdiocese is composed of individual communities of the Christian faithful, known as parishes. The Archdiocese of Tuam consists of 55 parishes, each entrusted to a priest under the authority of the Archbishop.

The parishes are established and 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 55 parishes, the Curia and the Central Fund.

## **CHARITABLE OBJECTS AND ACTIVITIES**

The charitable objects and activities of the Archdiocese of Tuam is the advancement of religion through education, community welfare, community development, heritage, culture and arts.

## **STRUCTURE, GOVERNANCE AND MANAGEMENT**

The Archdiocese is governed by the Archbishop, who is subject to the provisions of the Code of Canon Law. The Archbishop is assisted in his role by the Vicar General and Senior Clergy of the Archdiocese.

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 and/or Parish Administrator. 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 ten members. The ten members consist of the Archbishop, four priests, Diocesan Accountant and four lay members. The members and chairman are appointed by the Archbishop.

The purpose of the committee is to advise and guide the Archbishop and the Trustees in the financial management and stewardship of the Archdiocese. The finance committee meet at least once a year to review the financial statements, and other meetings are convened as required.

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**Trustee Report**  
**for the year ended 31 December 2021**

**Internal Control and Risk Management**

The Archbishop, Vicar General and Senior Clergy are responsible for providing reasonable insurance that the Archdiocese complies with relevant laws and regulations, operates efficiently and effectively, safeguards the assets of the Archdiocese 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**

The Archdiocese of Tuam have adopted a comprehensive set of child safeguarding policies and procedures. This document, which can be found on <http://tuamarchdiocese.org/>, 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.

**FINANCIAL REVIEW**

**Results for the Year**

A summary of the year's results can be found on page 9 - 24 of this report and accounts.

Details of the results for the year are set out in the Statement of Financial Activities. The surplus for the year after providing for interest costs and depreciation of fixed assets amounted to €2,527,861 - (2020 Deficit: €463,443).

As set out in the Statement of Financial Activities, resources expended in the year ended 31 December 2021 amounted to €14,805,090 (2020 : €12,857,620). Included in the resources expended, is an amount of circa €2.5 million in respect of the restoration of Tuam Cathedral (excluding the east window) over the years ended 31 December 2021 and 2020. The restoration works commenced in October 2020 and were completed in August 2021. The Archdiocese of Tuam would like to sincerely thank all those who contributed to the restoration project.

**Investments**

At 31 December 2021, the Archdiocese had investments of €11,615,723 (2020: €9,904,776), 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 the Archdiocese and to provide capital growth in the reserves over the medium term. They are invested with a low/medium risk investment strategy. The objectives for the investments are as follows:

- Capital growth within low/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 the Archdiocese's stated investment policy.

**Archdiocese of Tuam**  
**Trustee Report**  
**for the year ended 31 December 2021**

**Policy on Reserves**

At the end of the financial year, the total funds of the Archdiocese amounted to €44,772,261 (2020 : €42,244,400). Of this, €36,762,941 (2020 : €36,426,522) is represented by properties and other tangible fixed assets essential for the running of the Archdiocese.

**FUTURE PLANS**

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

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

**IMPACT OF COVID 19**

Due to Covid 19, to comply with Government guidelines, all churches within the Parishes were closed for public worship at various times during 2021. This resulted in Parish incomes being severely impacted as their main source of income is from basket collections at weekend masses. The Trustees confirm that the Archdiocese of Tuam continues to adhere to HSE guidelines.

The financial statements were approved by the trustees on 28th October 2022 and signed on its behalf by:

Most Rev. Francis Duffy

Rev. Francis Mitchell

## STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the annual report and the financial statements in accordance with applicable Irish Law and Generally Accepted Accounting Practice in Ireland, including the accounting standards issued by the Accounting Standards Board and published by Chartered Accountants Ireland.

Irish law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Archdiocese of Tuam and of the surplus or deficit of the Archdiocese of Tuam for that year. In preparing these the Trustees are required to:-

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis.

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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the Archdiocese of Tuam and to enable them to ensure that the financial statements comply with Irish statute. The Trustees are also responsible for safeguarding the assets of the Archdiocese of Tuam and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved on behalf of the Archdiocese of Tuam on 28th October 2022 by:-

Most Rev. Francis Duffy

Rev. Francis Mitchell

## **Independent Auditors' Report to the Trustees of the Archdiocese of Tuam**

### **Qualified opinion arising from limitation in scope**

We have audited the financial statements of Archdiocese of Tuam for the year ended 31st December 2021 which comprise the Statement of Financial Activities, Statement of Financial Position, Statement of Changes in Reserves, Cash flow Statement 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.

As set out in the basis of opinion paragraph, except for any adjustments that might have been found necessary had we been unable to obtain sufficient evidence concerning voluntary donations, in our opinion the financial statements:

- give a true and fair view of the state of the organisations' affairs as at 31st December 2021 and its income and expenditure and cash flows for the 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 opinion**

The Archdiocese of Tuam, in common with many other similar organisations, derives a substantial portion of its income from cash donations, mainly from church collections and offerings, received by Parishes within the Diocese. Cash donations represent a significant proportion of income for parishes within the Archdiocese of Tuam. As controls over completeness of such cash income were not adequate, we could not rely on these controls for the purpose of our audit. There were no other 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 Archdiocese of Tuam in accordance with 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 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**

We have nothing to report in respect of the following matters in relation to which ISAs (Ireland) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the associations ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.



## **Independent Auditors' Report to the Trustees of the Archdiocese of Tuam**

### **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.

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 prescribed**

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

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion proper accounting records have been kept by the organisation, 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 and for being satisfied that they 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 organisation'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 management either intends to liquidate the organisation or to cease operations, 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.

## **Independent Auditors' Report to the Trustees of the Archdiocese of Tuam**

As part of an audit in accordance with ISAs, we exercise professional judgment 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 organisation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's 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 organisations' 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 organisation to cease to continue as a going concern.

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.

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

Our report is made solely to the organisation's members, as a body. Our audit work has been undertaken so that we might state to these 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 members, 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: 28th October 2022

**Statement of Financial Activities**  
**for the year ended 31st December 2021**

	2021	2021	2020	2020
	€	€	€	€
<b>Income</b>				
Incoming Resources	16,244,272		13,037,009	
<b><u>Contribution from Commercial Activities</u></b>				
Income	964,983		593,890	
Direct Costs, excluding Employment and Operating Costs	(434,155)		(339,554)	
	<u>530,828</u>		<u>254,336</u>	
Gross Contribution from Commercial Activities	16,775,100		13,291,345	
<b>Expenditure</b>				
Resources Expended	(14,805,090)		(12,857,620)	
Depreciation on Fixed Assets	(883,847)		(891,128)	
Profit / (Loss) on Disposal of Fixed Assets	235,100		(90,119)	
	<u>(15,453,837)</u>		<u>(13,838,867)</u>	
Surplus / (Deficit) for the Year	1,321,263		(547,522)	
Gain on Investments (Realised and Unrealised)	1,206,598		84,079	
<b>Retained Surplus / (Deficit) for the Year</b>	<b>2,527,861</b>		<b>(463,443)</b>	
Opening Reserves as at 1st January	42,244,400		42,707,843	
<b>Closing Reserves as at 31st December</b>	<b><u>44,772,261</u></b>		<b><u>42,244,400</u></b>	

The financial statements were approved by the Archdiocese of Tuam on 28th October 2022 and signed on its behalf by:

Most Rev. Francis Duffy

Rev. Francis Mitchell

The notes on pages 12 - 24 form an integral part of the financial statements.

**Statement of Financial Position**  
**as at 31st December 2021**

	Notes	2021 €	2021 €	2020 €	2020 €
<b>Non-Current Assets</b>					
Tangible Assets	4		36,762,941		36,426,522
Investments	5		11,615,423		9,904,476
Investment in Subsidiary Entities	6		300		300
			<u>48,378,664</u>		<u>46,331,298</u>
<b>Current Assets</b>					
Inventories		96,266		94,219	
Receivables	7	754,217		724,869	
Cash and cash equivalents		<u>16,313,289</u>		<u>16,334,581</u>	
			<u>17,163,772</u>		<u>17,153,669</u>
<b>Payables: amounts falling due within one year<sup>8</sup></b>		<u>(2,157,352)</u>		<u>(2,817,046)</u>	
<b>Net Current Assets</b>			<u>15,006,420</u>		<u>14,336,623</u>
<b>Total Assets Less Current Liabilities</b>			<u>63,385,084</u>		<u>60,667,921</u>
<b>Payables: amounts falling due after more than one year</b>					
Bank Loan	9	2,767,183		3,215,342	
Deferred Income	9	<u>15,845,640</u>		<u>15,208,179</u>	
			<u>(18,612,823)</u>		<u>(18,423,521)</u>
<b>Net Assets</b>			<u><u>44,772,261</u></u>		<u><u>42,244,400</u></u>
<b>Reserves</b>					
Reserves			42,244,400		42,707,843
Retained Surplus / (Deficit) for Year			<u>2,527,861</u>		<u>(463,443)</u>
			<u><u>44,772,261</u></u>		<u><u>42,244,400</u></u>

The financial statements were approved by the Archdiocese of Tuam on 28th October 2022 and signed on its behalf by:

Most Rev. Francis Duffy

Rev. Francis Mitchell

The notes on pages 12 - 24 form an integral part of the financial statements.

**Statement of Cash Flows**  
**for the year ended 31st December 2021**

	Notes	2021 €	2020 €
<b>Cash Flows from Operating Activities</b>			
Retained Profit/(Retained Loss) for the year		2,527,861	(463,443)
Adjustments for;			
Amortisation of Capital Grants		(154,020)	(150,402)
Depreciation and Loss on Disposal of Fixed Assets		648,747	981,247
Gain on Investments (Realised and Unrealised)		(1,206,598)	(84,079)
		<u>1,815,990</u>	<u>283,323</u>
<b>Movements in Working Capital</b>			
Movement in Inventories		(2,047)	42,134
Movement in Receivables		(29,348)	36,346
Movement in Payables		154,991	(560,668)
<b>Cash generated from operations</b>		<u>1,939,586</u>	<u>(198,865)</u>
<b>Cash Flow From Investing Activities</b>			
Net withdrawals from Investments		(504,349)	656,024
Proceeds from Fixed Asset Disposals		267,469	175,646
Fixed Asset Additions		(1,252,635)	(471,775)
		<u>(1,489,515)</u>	<u>359,895</u>
<b>Cash Flow From Financing Activities</b>			
Donations received for Capital Projects		791,481	1,534,365
Repayment of Other Loans		(700,000)	(87,500)
Capital movement in Loan Financing		(562,844)	193,546
		<u>(471,363)</u>	<u>1,640,411</u>
<b>Net Movement in Cash and Cash Equivalents</b>		(21,292)	1,801,441
<b>Cash and Cash Equivalents at 1st January 2021</b>		16,334,581	14,533,141
<b>Cash and Cash Equivalents at 31st December 2021</b>		<u>16,313,289</u>	<u>16,334,582</u>

Cash and Cash Equivalents	2021 €	2020 €	Movement €
Cash at Bank and on Hand	16,313,289	16,334,581	(21,292)
Bank Overdrafts	-	-	-
	<u>16,313,289</u>	<u>16,334,581</u>	<u>(21,292)</u>

Cash and Cash Equivalents	2020 €	2019 €	Movement €
Cash at Bank and on Hand	16,334,581	14,609,110	1,725,471
Bank Overdrafts	-	(75,969)	75,969
	<u>16,334,581</u>	<u>14,533,141</u>	<u>1,801,440</u>

## **Archdiocese of Tuam**

### **Notes to the Financial Statements** **for the year ended 31st December 2021**

#### **1. Accounting Policies**

##### **1.1. Basis of Preparation**

The financial statements have been prepared under 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 following accounting policies have been applied consistently in dealing with items which are considered material in relation to Archdiocese of Tuam's financial statements.

##### **1.2. Statement of Compliance**

The financial statements of the charity for the year ended 31 December 2021 have been prepared in accordance with generally accepted accounting principles in Ireland and Irish statute and in accordance with the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland (FRS 102) issued by the Financial Reporting Council, as promulgated by Chartered Accountants Ireland.

##### **1.3. Incoming Resources**

Income is derived from donations and other funds generated through commercial activities.

In the case of voluntary donations, income is recognised when received. The value of volunteer time is not included in the Financial Statements.

Sales generated from commercial activities are recorded in the period in which they are receivable. These sales are recorded net of VAT.

Deferred Income, is included in Creditors and is amortised to the Statement of Financial Activities, in line with the estimated useful life of the related assets.

Income from wills and bequeaths is accounted for on a receivable basis, and is recognised in full in the financial statements in the period in which probate is granted, where the amount can be reliably ascertained.

Interest and Investment Income is recognised on a receivable basis.

Archdiocese of Tuam received employment supports from the Government under the Temporary COVID-19 Wage Support Scheme (TWSS) and Employment Wage Support Scheme (EWSS). Income received under the TWSS is offset against payroll costs and income received under the EWSS is included within Income. This treatment is in line with the applicable accounting standard, FRS 102.

**Archdiocese of Tuam**

**Notes to the Financial Statements**  
**for the year ended 31st December 2021**

..... continued

**1.4. Resources Expended**

Resources expended are recognised on an accruals basis and includes the attributable VAT which cannot be recovered.

Resources expended are allocated to the particular activity, where the cost relates directly to that activity.

**Archdiocese of Tuam**

**Notes to the Financial Statements**  
**for the year ended 31st December 2021**

..... continued

**1.5. Tangible Fixed Assets and Depreciation**

All fixed assets held for the beneficial use of the charity have been capitalised and are included in the Financial Statements. 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 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.

Additions to fixed assets are included in the accounts at cost where it is possible to determine said original cost. Where such assets have been donated or bequeathed to the charity, their estimated market value at the date of the gift is used.

**Lands and Buildings**

Land other than the underlying land of any property is included in the financial statements at original cost where it can be determined or at an estimated value where original cost of land cannot be ascertained.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Land	-	Not Depreciated
Church Buildings	-	1% Straight Line
Other Buildings	-	2% Straight Line

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.

**Fixtures, Fittings and Equipment**

Fixtures, fittings and equipment are capitalised as deemed appropriate and depreciated on a straight line basis in order to write off their original cost, less any estimated residual values, over the expected useful lives of the assets concerned.

Fixtures, Fittings & Equipment - 20% Straight Line

Individual works of art, treasures and plate are not capitalised as they are regarded as heritage assets which are held in a manner consistent with the advancement of the Roman Catholic faith, have very long lives and are worth preserving indefinitely.

**Land and Buildings (used by others)**

Land and buildings legally owned by the charity 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 the charity, 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.



**Archdiocese of Tuam**

**Notes to the Financial Statements**  
**for the year ended 31st December 2021**

..... continued

**1.6. Investment Properties**

Investment property whose fair value can be measured reliably without undue cost or effort is measured at fair value with changes in fair value recognised in the Statement of Financial Activities. Revalued investment properties are not depreciated or amortised, unless the fair value cannot be measured reliably or without undue cost or effort.

**1.7. Inventory**

Inventories are valued at the lower of cost and net realisable value. Cost comprises expenditure incurred in the normal course of business in bringing inventories to their present location and condition. Full provision is made for obsolete and slow moving items. Net realisable value comprises actual or estimated selling price (net of trade discounts) less all further costs to completion or to be incurred in marketing and selling.

**1.8. 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.

**1.9. 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.

**1.10. Taxation**

The organisation is not liable to Corporation Tax by virtue of it having been granted charitable status by the Revenue Commissioners under Reference CHY 7231.

**1.11. Foreign Currencies**

Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the Statement of Financial Position date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated at the rates of exchange ruling at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. The resulting exchange differences are dealt with in the Statement of Financial Activities.

**Archdiocese of Tuam**

**Notes to the Financial Statements**  
**for the year ended 31st December 2021**

..... continued

**2. Significant accounting judgements and key source of estimation uncertainty**

(a) 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 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.

(b) Establishing useful economic lives for depreciation purposes of tangible fixed assets:

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 these asset useful economic lives and change them as necessary to reflect current thinking in remaining lives in light of perspective economic utilisation and physical condition of the assets concerned. Changes in asset useful lives can have an impact on depreciation and amortisation charges for the period. Details of the useful economic lives is included in the accounting policies.

(c) Impairment of debtors:

The Trustees make an assessment at the end of each financial year of whether there is objective evidence that a trade or other debtor is impaired. When assessing impairment of debtors, the Trustees consider factors including the historical experience of cash collections from the debtor.

**Archdiocese of Tuam**

**Notes to the Financial Statements**  
**for the year ended 31st December 2021**

..... continued

**3. Employees**

	<b>2021</b>	<b>2020</b>
<b>Number of Employees</b>	<b>Number</b>	<b>Number</b>
The average number of employees (both full-time and part-time) during the year was:		
Archdiocese of Tuam - Curia	7	7
Knock Shrine	96	83
Other Parishes	65	65
	<u>168</u>	<u>155</u>
	<u><u>168</u></u>	<u><u>155</u></u>
<b>Employment Costs</b>	<b>2021</b>	<b>2020</b>
Wages and Salaries (incl. Employers PRSI and Pension contributions)	€	€
Archdiocese of Tuam - Curia	156,606	173,769
Knock Shrine	2,570,308	1,780,725
Other Parishes	815,507	812,998
	<u>3,542,421</u>	<u>2,767,492</u>
	<u><u>3,542,421</u></u>	<u><u>2,767,492</u></u>

**Archdiocese of Tuam**

**Notes to the Financial Statements**  
**for the year ended 31st December 2021**

..... continued

**4. Tangible Assets**

	<b>Land</b>	<b>Church Buildings</b>	<b>Other Buildings</b>	<b>Fixtures, Fittings, &amp; Equip.</b>	<b>Total</b>
<b>Cost</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
At 1st January 2021	925,228	33,214,075	23,837,086	1,541,912	59,518,301
Additions	188,438	825,450	22,498	216,249	1,252,635
Disposals	-	-	(68,566)	(1,172)	(69,738)
At 31st December 2021	<u>1,113,666</u>	<u>34,039,525</u>	<u>23,791,018</u>	<u>1,756,989</u>	<u>60,701,198</u>
<b>Depreciation</b>					
At 1st January 2021	-	9,413,123	12,573,574	1,105,082	23,091,779
On disposals	-	-	(37,076)	(293)	(37,369)
Charge for the year	-	299,160	422,250	162,437	883,847
At 31st December 2021	<u>-</u>	<u>9,712,283</u>	<u>12,958,748</u>	<u>1,267,226</u>	<u>23,938,257</u>
<b>Net Book Values</b>					
At 31st December 2021	<u>1,113,666</u>	<u>24,327,242</u>	<u>10,832,270</u>	<u>489,763</u>	<u>36,762,941</u>
At 31st December 2020	<u>925,228</u>	<u>23,800,952</u>	<u>11,263,512</u>	<u>436,830</u>	<u>36,426,522</u>

**5. Investments**

	<b>Investment Property</b>	<b>Listed Investments</b>	<b>Total</b>
<b>Fair Value / Market Value</b>	<b>€</b>	<b>€</b>	<b>€</b>
At 1 January 2021	2,207,204	7,697,272	9,904,476
Net Movement in Investments	-	504,349	504,349
Revaluation of Investments	-	1,206,598	1,206,598
At 31 December 2021	<u>2,207,204</u>	<u>9,408,219</u>	<u>11,615,423</u>
<b>Fair Value / Market Value</b>			
At 31 December 2021	<u>2,207,204</u>	<u>9,408,219</u>	<u>11,615,423</u>
At 31 December 2020	<u>2,207,204</u>	<u>7,697,272</u>	<u>9,904,476</u>

Listed Investments are stated at market value at the year end date. All realised and unrealised gains and losses are reflected in the Statement of Financial Activities.

In the opinion of the trustees, the investment properties are worth at least the amount at which they are stated in the Statement of Financial Position.

**Archdiocese of Tuam**

**Notes to the Financial Statements**  
**for the year ended 31st December 2021**

..... continued

<b>6. Investment in Subsidiary Entities</b>	<b>Unlisted Investments</b>	<b>Total</b>
<b>Cost</b>	<b>€</b>	<b>€</b>
At 1 January 2021	300	300
Additions	-	-
At 31 December 2021	<u>300</u>	<u>300</u>
<b>Carrying Amount</b>		
At 31 December 2021	<u>300</u>	<u>300</u>
At 31 December 2020	<u>300</u>	<u>300</u>

**6. 1. Holdings of 20% or More**

The charity holds 20% or more of the share capital of the following companies:

<b>Name of Subsidiary Undertaking</b>	<b>Country of Incorporation</b>	<b>Nature of Business</b>	<b>Details of Investments</b>	<b>Proportion Held by Charity</b>
Ballintubber Abbey Trust Designated Activity Company	Ireland	Charity	Ordinary Shares	100%
St. Mary's Hostel Limited	Ireland	Hospitality Sector	Ordinary Shares	100%
Knock House Hotel Limited	Ireland	Hospitality Sector	Ordinary Shares	100%

In the opinion of the trustees, the shares of the charity's unlisted investments are worth at least the amount at which they are stated in the Statement of Financial Position.

**Archdiocese of Tuam**

**Notes to the Financial Statements**  
**for the year ended 31st December 2021**

..... continued

<b>7. Receivables</b>	<b>2021</b>	<b>2020</b>
	<b>€</b>	<b>€</b>
Trade Receivables	170,491	98,131
Related Party Receivables (Note 11)	485,755	512,902
Prepayments and Other Receivables	97,971	113,836
	<u>754,217</u>	<u>724,869</u>

Amounts falling due after more than 1 year included in debtors are:

Related Party Receivables (Note 11)	150,000	150,000
	<u>150,000</u>	<u>150,000</u>

<b>8. Payables: amounts falling due within one year</b>	<b>2021</b>	<b>2020</b>
	<b>€</b>	<b>€</b>
Credit Union and Bank Loans	404,473	519,158
Other Loans	-	700,000
Trade Payables and Accruals	1,363,411	1,294,453
Deferred Income	154,442	174,056
Related Party Balances (Note 11)	109,610	54,634
Tax Creditors	125,416	74,745
	<u>2,157,352</u>	<u>2,817,046</u>

<b>Analysis of Tax Creditors</b>	<b>2021</b>	<b>2020</b>
	<b>€</b>	<b>€</b>
PAYE and PRSI Payable	84,803	63,208
VAT Payable	40,613	11,537
	<u>125,416</u>	<u>74,745</u>

**Archdiocese of Tuam**

**Notes to the Financial Statements**  
**for the year ended 31st December 2021**

..... continued

**9. Payables: amounts falling due after more than one year**

	<b>2021</b>	<b>2020</b>
	<b>€</b>	<b>€</b>
Bank Loan (Note 9.1)	2,767,183	3,215,342
Deferred Income (Note 9.3)	15,845,640	15,208,179
	<u>18,612,823</u>	<u>18,423,521</u>

**9. 1. Bank and Credit Union Loans**

	<b>2021</b>	<b>2020</b>
	<b>€</b>	<b>€</b>
Repayable in One Year or Less, or on Demand (Note 8)	404,473	519,158
Repayable Between Two and Five Years	711,185	1,362,861
After More Than Five Years	2,055,998	1,852,481
	<u>3,171,656</u>	<u>3,734,500</u>

**9. 2. Other Loans**

	<b>2021</b>	<b>2020</b>
	<b>€</b>	<b>€</b>
Repayable in One Year or Less, or on Demand (Note 8)	-	700,000
	<u>-</u>	<u>700,000</u>

**9. 3. Deferred Income**

	<b>2021</b>	<b>2020</b>
	<b>€</b>	<b>€</b>
Opening Balance	15,208,179	13,824,216
Specific Capital Donations received	791,481	1,534,365
	<u>15,999,660</u>	<u>15,358,581</u>
Amortisation of Capital Donations	(154,020)	(150,402)
Closing Balance	<u>15,845,640</u>	<u>15,208,179</u>

All identified capital donations received with respect to Capital Projects has been deferred in the Statement of Financial Position and are be released to the Statement of Financial Activities over the estimated useful life of the specific asset.

**Archdiocese of Tuam**

**Notes to the Financial Statements**  
**for the year ended 31st December 2021**

..... continued

**10. Scope of Financial Statements**

The financial statements for the year ended 31 December 2021 relate to the activities of the Archdiocese of Tuam, including all Parishes within the Diocese, and include commercial income streams from Knock's Museum, Knock Caravan Park and Knock Book Shop.

The financial statements do not include the activities of the subsidiary companies Knock House Hotel Limited, Ballintubber Abbey Trust Designated Activity Company and St. Mary's Hostel Limited as they are separate legal entities. These accounts are prepared separately and are filed in the Companies Registration Office.



## Archdiocese of Tuam

### Notes to the Financial Statements for the year ended 31st December 2021

..... continued

#### **11. Related Party Transactions**

During the year ended 31 December 2021, Knock House Hotel Limited was charged rent of €0 (2020: €0) by The Archdiocese of Tuam. During the year, Knock House Hotel Limited made payments of €105,000 to The Archdiocese of Tuam. Knock House Hotel Limited were re-charged €18,389 (2020: €8,318) towards staff costs. Knock House Hotel Limited paid The Archdiocese of Tuam €16,014 (2020: €11,282) towards these re-charged costs. During the year, Knock House Hotel Limited received a loan from The Archdiocese of Tuam of €75,000. The balance repayable at the year end by Knock House Hotel Limited amounts to €335,755 (2020: €362,902). As at 31 December 2021, Knock House Hotel Limited was owed €1,799 (2020: €0) in respect of trade services provided to The Archdiocese of Tuam. In addition, The Archdiocese of Tuam is owed €478 in respect of trade services provided to Knock House Hotel Limited.

The Archdiocese of Tuam and Knock Counselling Centre CLG are related parties. During the year ended 31 December 2021, The Archdiocese of Tuam made a contribution of €125,000 (2020: €89,500) to the Knock Counselling Centre CLG, of which €47,500 is included in the balance payable at 31 December 2021. In addition, the Knock Counselling Centre CLG was charged rent of €15,000 (2020: €15,000). Knock Counselling Centre CLG was also re-charged €161,125 (2020: €98,760) towards staff costs. Knock Counselling Centre CLG paid The Archdiocese of Tuam €203,867 (2020: €160,029) towards these re-charged costs. The balance payable at the year end to Knock Counselling Centre CLG amounts to €99,004 (2020: €38,762).

The Archdiocese of Tuam and St. Mary's Hostel Limited are related parties. During the year ended 31 December 2021, St. Mary's Hostel Limited operated from a property owned by The Archdiocese of Tuam. No rent was charged during the current year. The balance repayable in respect of this related party loan, as at the year end by St. Mary's Hostel Limited amounts to €150,000 (2020: €150,000). As at 31 December 2021, St. Mary's Hostel Limited was owed €7,721 (2020: €15,872) in respect of trade services provided to The Archdiocese of Tuam.

The Archdiocese of Tuam and St. John's Rest & Care Centre are related parties. During the year ended 31 December 2021, The Archdiocese of Tuam made a contribution of €40,000 (2020: €0) to St. John's Rest & Care Centre. This contribution remains payable as at 31 December 2021. In addition, St. John's Rest & Care was re-charged €51,874 (2020: €25,496) towards staff costs. St. John's Rest & Care paid The Archdiocese of Tuam €14,688 (2020: €18,179) towards these re-charged costs. As at 31 December 2021, St. John's Rest & Care owe €38,915 (2020: €0) to The Archdiocese of Tuam. The net balance included in Related Party Payables as at the year end to St John's Rest & Care amounts to €1,086 (2020: €1,728 included as a receivable).

The Archdiocese of Tuam has availed of the exemption under FRS 102 in relation to the disclosure of transactions with other Parishes within the Archdiocese.

**Archdiocese of Tuam**

**Notes to the Financial Statements**  
**for the year ended 31st December 2021**

..... continued

**12. Capital Commitments**

Due to the nature and type of the properties owned by the Archdiocese of Tuam, the Trustees are not in a position to quantify the level of capital commitments as at 31st December 2021 as they relate to ongoing repair and renovation projects across various parishes within the Diocese.

**13. Post Balance Sheet events**

There have been no significant events affecting the charity since the year end.

**14. Approval of Financial Statements**

The financial statements were approved by the Trustees on 28th October 2022.

**ADDITIONAL INFORMATION**  
**(not forming part of the audited financial statements)**  
**FOR THE YEAR ENDED 31ST DECEMBER 2021**

**Detailed Statement of Financial Activities**  
**for the year ended 31st December 2021**

	2021	2021	2020	2020
	€	€	€	€
<b>Incoming Resources</b>				
General Donations	13,218,306		10,803,896	
Bequests	1,402,982		565,891	
Rental and Parking Income	284,657		268,771	
Investment Income	47,804		53,400	
Insurance Claims	214,954		234,672	
Grants	69,809		116,642	
Amortisation of Capital Donations	154,020		150,402	
Covid 19 Government Supports (EWSS)	628,593		579,380	
Other Income	223,147		263,955	
	<u>16,244,272</u>		<u>13,037,009</u>	
 Income from Commercial Activities	 964,983		 593,890	
<b>Direct Costs</b>				
Opening Stock	94,219		136,535	
Purchases and Direct Costs	436,202		297,238	
	<u>530,421</u>		<u>433,773</u>	
Closing Stock	(96,266)		(94,219)	
	<u>(434,155)</u>		<u>(339,554)</u>	
 <b>Incoming Resources</b>	 16,775,100		 13,291,345	
 Resources Expended	 (15,453,837)		 (13,838,867)	
 Current Year Surplus / (Deficit)	 1,321,263		 (547,522)	
 Gain on Investments (Realised and Unrealised)	 1,206,598		 84,079	
 <b>Retained Net Surplus / (Deficit) for the Year</b>	 <u><u>2,527,861</u></u>		 <u><u>(463,443)</u></u>	

**Detailed Analysis of Expenditure**  
**for the year ended 31 December 2021**

	2021	2020
	€	€
Wages and Salaries (incl. Employers PRSI and Pension Contribution)	3,573,796	2,715,907
Priests Allowances	1,984,444	2,114,804
Priests Retirement Expenditure	668,743	805,708
Donations and Grants	894,084	670,049
Training and Development Costs	125,166	137,236
Education and Youth Ministry	139,882	220,118
Meals and Catering	151,225	135,823
Rent and Rates	60,900	73,852
Insurance	578,606	694,103
Light and Heat	882,485	850,292
Repairs and Maintenance	3,323,949	2,148,902
Church Supplies and Music	615,529	468,327
Computer, Printing and Stationery	707,885	578,711
Telephone	142,487	117,959
Medical and Ambulance Services	42,749	42,000
Sundry Expenses	202,442	281,982
Promotion, Advertising, Motor and Travel	124,851	123,911
Legal and Professional Fees	268,037	353,818
Accountancy Fees	64,338	68,976
Bank Interest and Charges	253,492	255,142
Depreciation of Fixed Assets	883,847	891,128
(Profit) / Loss on Disposal of Fixed Assets	(235,100)	90,119
	<u>15,453,837</u>	<u>13,838,867</u>