

Archdiocese of Tuam
Audited Financial Statements
for the year ended 31st December 2022

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
Charity Regulator Authority Number	20015183
Trustees:	Most Rev. Francis Duffy (appointed on 9th January 2022) Most Rev. Dr. Michael Neary (resigned 2nd November 2023) 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 Fr. Ted Nolan (appointed 25th January 2023) Fr. Stephen Farragher (appointed 25th January 2023) Fr. Ciaran Blake (appointed 25th January 2023)
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 2022

The Trustees present their report and accounts for the year ended 31 December 2022.

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.

Archdiocese of Tuam
Trustee Report
for the year ended 31 December 2022

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 10 - 26 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 €808,577 - (2021 : €2,527,861).

As set out in the Statement of Financial Activities, resources expended in the year ended 31 December 2022 amounted to €14,815,010 (2021 : €14,805,090).

Investments

At 31 December 2022, the Archdiocese had investments of €10,460,769 (2021: €11,615,423), 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 2022**

Policy on Reserves

At the end of the financial year, the total funds of the Archdiocese amounted to €45,580,838 (2021 : €44,772,261). Of this, €35,772,579 (2021 : €36,762,941) 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.

POST STATEMENT OF FINANCIAL POSITION EVENTS

There have been no significant events affecting the Archdiocese since the financial year-end.

The financial statements were approved by the trustees on _____ 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;
- state whether the financial statements have been prepared in accordance with applicable accounting standards, identify those standards, and note the effect and the reasons for any material departure from those standards; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Archdiocese 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 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 _____ by:-

Most Rev. Francis Duffy

Rev. Francis Mitchell

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

Report on the audit of the financial statements

Qualified opinion arising from limitation in scope

We have audited the financial statements of Archdiocese of Tuam for the year ended 31st December 2022 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" 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 organisations' affairs as at 31st December 2022 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 qualified opinion

The Archdiocese of Tuam derives a substantial portion of its income from cash donations, mainly from church collections and offerings, received by Parishes within the diocese. The Archdiocese of Tuam 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 The Archdiocese of Tuam. However, due to the nature of this income and in common with many other similar organisations, it is not possible for The Archdiocese of Tuam 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 The Archdiocese of Tuam 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.

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

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.
- In our opinion the accounting records of The Archdiocese of Tuam 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 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

Further information regarding the scope of our responsibilities as auditor

As part of an audit in accordance with ISAs (Ireland), 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.
- 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 fairpresentation.

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 Trustees, as a body. Our audit work has been undertaken so that we might state to the these 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 responsibility to anyone other than the Archdiocese of Tuam, 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: _____

Statement of Financial Activities
for the year ended 31st December 2022

	2022	2022	2021	2021
	€	€	€	€
Income				
Incoming Resources	16,350,961		16,244,272	
<u>Contribution from Commercial Activities</u>				
Income	1,131,765		964,983	
Direct Costs, excluding Employment and Operating Costs	(593,133)		(434,155)	
	<hr/>		<hr/>	
Gross Contribution from Commercial Activities	538,632		530,828	
	<hr/>		<hr/>	
	16,889,593		16,775,100	
Expenditure				
Resources Expended	(14,735,324)		(14,717,293)	
Interest on Bank Loans	(79,686)		(87,797)	
Depreciation on Fixed Assets	(901,265)		(883,847)	
Profit on Disposal of Fixed Assets	750,704		235,100	
	<hr/>		<hr/>	
	(14,965,571)		(15,453,837)	
	<hr/>		<hr/>	
Surplus for the Year	1,924,022		1,321,263	
	<hr/>		<hr/>	
(Loss) / Gain on Investments (Realised and Unrealised)	(1,115,445)		1,206,598	
	<hr/>		<hr/>	
Retained Surplus for the Year	808,577		2,527,861	
	<hr/>		<hr/>	
Opening Reserves as at 1st January	44,772,261		42,244,400	
	<hr/>		<hr/>	
Closing Reserves as at 31st December	45,580,838		44,772,261	
	<hr/> <hr/>		<hr/> <hr/>	

The financial statements were approved by the Archdiocese of Tuam on _____ and signed on its behalf by:

Most Rev. Francis Duffy

Rev. Francis Mitchell

The notes on pages 13 - 25 form an integral part of the financial statements.

Statement of Financial Position
as at 31st December 2022

	Notes	2022 €	2022 €	2021 €	2021 €
Non-Current Assets					
Tangible Assets	4		35,772,579		36,762,941
Investments	5		10,460,769		11,615,423
Investment in Subsidiary Entities	6		300		300
			<u>46,233,648</u>		<u>48,378,664</u>
Current Assets					
Inventories		100,580		96,266	
Receivables	7	891,903		754,217	
Cash and cash equivalents		18,865,292		16,313,289	
		<u>19,857,775</u>		<u>17,163,772</u>	
Payables: amounts falling due within one year	8	<u>(1,939,538)</u>		<u>(2,157,352)</u>	
Net Current Assets			<u>17,918,237</u>		<u>15,006,420</u>
Total Assets Less Current Liabilities			64,151,885		63,385,084
Payables: amounts falling due after more than one year					
Bank Loan	9	2,508,704		2,767,183	
Deferred Income	9	16,062,343		15,845,640	
			<u>(18,571,047)</u>		<u>(18,612,823)</u>
Net Assets			<u>45,580,838</u>		<u>44,772,261</u>
Reserves					
Reserves			44,772,261		42,244,400
Retained Surplus for Year			808,577		2,527,861
			<u>45,580,838</u>		<u>44,772,261</u>

The financial statements were approved by the Archdiocese of Tuam on _____ and signed on its behalf by:

Most Rev. Francis Duffy

Rev. Francis Mitchell

The notes on pages 13 - 25 form an integral part of the financial statements.

Statement of Cash Flows
for the year ended 31st December 2022

	2022	2021
Notes	€	€
Cash Flows from Operating Activities		
Retained Profit for the year	808,577	2,527,861
Adjustments for;		
Amortisation of Capital Grants	(157,866)	(154,020)
Depreciation and Loss on Disposal of Fixed Assets	150,561	648,747
Loss / (Gain) on Investments (Realised and Unrealised)	1,115,445	(1,206,598)
	<u>1,916,717</u>	<u>1,815,990</u>
Movements in Working Capital		
Movement in Inventories	(4,314)	(2,047)
Movement in Receivables	(137,686)	(29,348)
Movement in Payables	<u>(128,945)</u>	<u>154,991</u>
Cash generated from operations	<u>1,645,772</u>	<u>1,939,586</u>
Cash Flow From Investing Activities		
Net withdrawals from Investments	39,209	(504,349)
Proceeds from Fixed Asset Disposals	1,333,940	267,469
Fixed Asset Additions	<u>(494,139)</u>	<u>(1,252,635)</u>
	<u>879,010</u>	<u>(1,489,515)</u>
Cash Flow From Financing Activities		
Donations received for Capital Projects	374,569	791,481
Repayment of Other Loans	-	(700,000)
Capital movement in Loan Financing	<u>(347,348)</u>	<u>562,844</u>
	<u>27,221</u>	<u>(471,363)</u>
Net Movement in Cash and Cash Equivalents	2,552,003	(21,292)
Cash and Cash Equivalents at 1st January 2022	<u>16,313,289</u>	<u>16,334,581</u>
Cash and Cash Equivalents at 31st December 2022	<u>18,865,292</u>	<u>16,313,289</u>

Cash and Cash Equivalents	2022	2021	Movement
	€	€	€
Cash at Bank and on Hand	18,865,292	16,313,289	2,552,003
Bank Overdrafts	-	-	-
	<u>18,865,292</u>	<u>16,313,289</u>	<u>2,552,003</u>

	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>

Archdiocese of Tuam

Notes to the Financial Statements **for the year ended 31st December 2022**

1. Accounting Policies

1.1. 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 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 financial year ended 31 December 2022 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).

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 Employment Wage Support Scheme (EWSS). Funds received under the EWSS is include within Income. This treatment is in line with the applicable accounting standard, FRS 102.

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 2022

..... 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 2022**

..... 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 2022

..... continued

2. Significant accounting judgements and key source 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 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 2022

..... continued

3. Employees

	2022	2021
Number of Employees	Number	Number
The average number of employees (both full-time and part-time) during the year was:		
Archdiocese of Tuam - Curia	4	7
Knock Shrine	104	96
Other Parishes	75	65
	<u>183</u>	<u>168</u>
	<u><u>183</u></u>	<u><u>168</u></u>
Employment Costs	2022	2021
Wages and Salaries (incl. Employers PRSI and Pension contributions)	€	€
Archdiocese of Tuam - Curia	124,373	156,606
Knock Shrine	3,041,819	2,570,308
Other Parishes	960,470	815,507
	<u>4,126,662</u>	<u>3,542,421</u>
	<u><u>4,126,662</u></u>	<u><u>3,542,421</u></u>

Archdiocese of Tuam

Notes to the Financial Statements
for the year ended 31st December 2022

..... continued

4. Tangible Assets

	Land	Church Buildings	Other Buildings	Fixtures, Fittings, & Equip.	Total
Cost	€	€	€	€	€
At 1st January 2022	1,113,666	34,039,525	23,791,018	1,756,989	60,701,198
Additions	-	134,303	140,993	218,843	494,139
Disposals	-	-	(1,258,014)	(15,000)	(1,273,014)
At 31st December 2022	1,113,666	34,173,828	22,673,997	1,960,832	59,922,323
Depreciation					
At 1st January 2022	-	9,712,283	12,958,748	1,267,226	23,938,257
Disposals	-	-	(689,778)	-	(689,778)
Charge for the year	-	303,790	414,277	183,198	901,265
At 31st December 2022	-	10,016,073	12,683,247	1,450,424	24,149,744
Net Book Values					
At 31st December 2022	1,113,666	24,157,755	9,990,750	510,408	35,772,579
At 31st December 2021	1,113,666	24,327,242	10,832,270	489,763	36,762,941

Archdiocese of Tuam

Notes to the Financial Statements
for the year ended 31st December 2022

..... continued

4. 1. Tangible Assets - Prior Year

	Land	Church Buildings	Other Buildings	Fixtures, Fittings, & Equip.	Total
Cost	€	€	€	€	€
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	1,113,666	34,039,525	23,791,018	1,756,989	60,701,198
Depreciation					
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	-	9,712,283	12,958,748	1,267,226	23,938,257
Net Book Values					
At 31st December 2021	1,113,666	24,327,242	10,832,270	489,763	36,762,941
At 31st December 2020	925,228	23,800,952	11,263,512	436,830	36,426,522

5. Investments

	Investment Property	Listed Investments	Total
Fair Value / Market Value	€	€	€
At 1 January 2022	2,207,204	9,408,219	11,615,423
Net Movement in Investments, including fees	-	(39,209)	(39,209)
Revaluation of Investments	-	(1,115,445)	(1,115,445)
At 31 December 2022	2,207,204	8,253,565	10,460,769
Fair Value / Market Value			
At 31 December 2022	2,207,204	8,253,565	10,460,769
At 31 December 2021	2,207,204	9,408,219	11,615,423

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 2022

..... continued

6. Investment in Subsidiary Entities	Unlisted Investments	Total
Cost	€	€
At 1 January 2022	300	300
Additions	-	-
	<hr/>	<hr/>
At 31 December 2022	300	300
	<hr/>	<hr/>
Carrying Amount		
At 31 December 2022	300	300
	<hr/>	<hr/>
At 31 December 2021	300	300
	<hr/>	<hr/>

6. 1. Holdings of 20% or More

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

Name of Subsidiary Undertaking	Country of Incorporation	Nature of Business	Details of Investments	Proportion Held by Charity
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 2022

..... continued

7. Receivables	2022	2021
	€	€
Trade Receivables	40,468	51,246
Related Party Receivables (Note 11)	501,292	485,755
Accrued Income	138,486	62,414
Prepayments and Other Receivables	211,657	154,802
	<u>891,903</u>	<u>754,217</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>
8. Payables: amounts falling due within one year	2022	2021
	€	€
Credit Union and Bank Loans	315,604	404,473
Other Loans	-	-
Trade Payables and Accruals	1,254,822	1,363,411
Deferred Income	142,816	154,442
Related Party Balances (Note 11)	25,932	109,610
Tax Creditors	200,364	125,416
	<u>1,939,538</u>	<u>2,157,352</u>
Analysis of Tax Creditors	2022	2021
	€	€
PAYE and PRSI Payable	165,443	84,803
VAT Payable	34,921	40,613
	<u>200,364</u>	<u>125,416</u>

Archdiocese of Tuam

Notes to the Financial Statements
for the year ended 31st December 2022

..... continued

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

	2022	2021
	€	€
Bank Loan (Note 9.1)	2,508,704	2,767,183
Deferred Income (Note 9.3)	16,062,343	15,845,640
	<u>18,571,047</u>	<u>18,612,823</u>

9.1. Bank and Credit Union Loans

	2022	2021
	€	€
Repayable in One Year or Less, or on Demand (Note 8)	315,604	404,473
Repayable Between Two and Five Years	956,746	1,047,386
After More Than Five Years	1,551,958	1,719,797
	<u>2,824,308</u>	<u>3,171,656</u>

9.2. Other Loans

	2022	2021
	€	€
Repayable in One Year or Less, or on Demand (Note 8)	-	-
Repayable Between Two and Five Years	-	-
	<u>-</u>	<u>-</u>

9.3. Deferred Income

	2022	2021
	€	€
Opening Balance	15,845,640	15,208,179
Specific Capital Donations received	374,569	791,481
	<u>16,220,209</u>	<u>15,999,660</u>
Amortisation of Capital Donations	(157,866)	(154,020)
Closing Balance	<u>16,062,343</u>	<u>15,845,640</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 2022

..... continued

10. Scope of Financial Statements

The financial statements for the year ended 31 December 2022 relate to the activities of the Archdiocese of Tuam, including all Parishes within the Diocese, and include commercial income streams from Knock's Museum 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 2022

..... continued

11. Related Party Transactions

The Archdiocese of Tuam and Knock House Hotel are related parties. During the year ended 31 December 2022, Knock House Hotel Limited was charged rent of €70,000 (2021: €0) by the Archdiocese of Tuam. During the year, Knock House Hotel Limited made total payments of €190,549 to the Archdiocese of Tuam. Knock House Hotel Limited were re-charged €53,410 (2021: €18,389) towards staff costs. Knock House Hotel Limited paid the Archdiocese of Tuam €46,314 (2021: €16,014) towards these re-charged costs. The balance repayable at the year end by Knock House Hotel Limited amounts to €321,470 (2021: €335,755). As at 31 December 2022, Knock House Hotel Limited was owed €0 (2021: €1,799) in respect of trade services provided to the Archdiocese of Tuam. In addition, the Archdiocese of Tuam is owed €0 (2021: €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 2022, the Archdiocese of Tuam made a contribution of €140,000 (2021: €125,000) to the Knock Counselling Centre CLG, of which €35,000 (2021: €47,500) is offset against the balance receivable at 31 December 2022. In addition, the Knock Counselling Centre CLG was charged rent of €0 (2021: €15,000). Knock Counselling Centre CLG was also re-charged €230,081 (2021: €161,125) towards staff costs. Knock Counselling Centre CLG paid the Archdiocese of Tuam €173,407 (2021: €203,867) towards these re-charged costs. The balance receivable at the year end from Knock Counselling Centre CLG amounts to €21,673 (2021: €99,004 included as a payable).

The Archdiocese of Tuam and St. Mary's Hostel Limited are related parties. During the year ended 31 December 2022, St. Mary's Hostel Limited operated from a property owned by the Archdiocese of Tuam and was charged rent of €5,000 (2021: €0) by the Archdiocese of Tuam. 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 (2021: €150,000). In the normal course of trade, St. Mary's Hostel provided services to the Archdiocese of Tuam in the amount of €166,023 during the year ended 31 December 2022. As at the year end, St. Mary's Hostel Limited was owed €25,932 (2021: €7,721) in respect of these 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 2022, the Archdiocese of Tuam made a contribution of €50,000 (2021: €40,000) to St. John's Rest & Care Centre. Of this contribution €12,500 (2021: €40,000) remains payable as at 31 December 2022. In addition, St. John's Rest & Care was re-charged €85,940 (2021: €51,874) towards staff costs. St. John's Rest & Care paid the Archdiocese of Tuam €65,291 (2021: €14,688) towards these re-charged costs. As at 31 December 2022, St. John's Rest & Care owe €20,649 (2021: €38,915) to Knock Shrine. In the normal course of trade, St. John's Rest & Care Centre provided services to the Archdiocese of Tuam in the amount of €3,810 during the year ended 31 December 2022. The net balance included in Related Party Receivables as at the year end from St John's Rest & Care amounts to €8,149 (2021: €1,086 included as a payable).

Archdiocese of Tuam

Notes to the Financial Statements
for the year ended 31st December 2022

..... continued

The Archdiocese of Tuam and Knock Housing Association CLG are related parties. During the year ended 31 December 2022, the Archdiocese of Tuam made a contribution of €5,904 towards Knock Housing Association CLG.

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.

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 2022 as they relate to ongoing repair and renovation projects across various Parishes within the Diocese.

13. Contingent Liabilities

There are no contingent liabilities at the year end.

14. Post Statement of Financial Position Events

There have been no significant events affecting the Archdiocese since the year ended 31 December 2022.

15. Approval of Financial Statements

The financial statements were approved and authorised for issue by the Trustees on
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ADDITIONAL INFORMATION
(not forming part of the audited financial statements)
FOR THE YEAR ENDED 31ST DECEMBER 2022

Detailed Statement of Financial Activities
for the year ended 31st December 2022

	2022	2022	2021	2021
	€	€	€	€
Incoming Resources				
General Donations	14,806,114		13,218,306	
Bequests	340,012		1,402,982	
Rental and Parking Income	393,087		284,657	
Investment Income	49,712		47,804	
Insurance Claims	163,840		214,954	
Grants	74,499		69,809	
Amortisation of Capital Donations	157,866		154,020	
Covid 19 Government Supports (EWSS)	24,786		628,593	
Other Income	341,045		223,147	
	<u>16,350,961</u>		<u>16,244,272</u>	
 Income from Commercial Activities	 1,131,765		 964,983	
Direct Costs				
Opening Stock	96,266		94,219	
Purchases and Direct Costs	597,447		436,202	
	<u>693,713</u>		<u>530,421</u>	
Closing Stock	(100,580)		(96,266)	
	<u>(593,133)</u>		<u>(434,155)</u>	
 Incoming Resources	 16,889,593		 16,775,100	
 Resources Expended	 (14,965,571)		 (15,453,837)	
 Current Year Surplus / (Deficit)	 1,924,022		 1,321,263	
 (Loss) / Gain on Investments (Realised and Unrealised)	 (1,115,445)		 1,206,598	
 Retained Net Surplus for the Year	 <u><u>808,577</u></u>		 <u><u>2,527,861</u></u>	

Detailed Analysis of Expenditure
for the year ended 31 December 2022

	2022	2021
	€	€
Wages and Salaries (incl. Employers PRSI and Pension Contribution)	4,126,662	3,573,796
Priests Allowances	1,954,193	1,984,444
Priests Retirement Expenditure	696,348	668,743
Donations and Grants	956,866	894,084
Training and Development Costs	232,126	125,166
Education and Youth Ministry	144,275	139,882
Meals and Catering	233,404	151,225
Rent and Rates	69,878	60,900
Insurance	576,724	578,606
Light and Heat	1,283,168	882,485
Repairs and Maintenance	1,781,085	3,323,949
Church Supplies and Music	718,441	615,529
Computer, Printing and Stationery	777,532	707,885
Telephone	145,496	142,487
Medical and Ambulance Services	56,000	42,749
Sundry Expenses	308,782	202,442
Promotion, Advertising, Motor and Travel	157,052	124,851
Legal and Professional Fees	268,403	246,537
Audit Fees	30,000	30,000
Accountancy Fees (Parishes)	48,297	55,838
Bank Interest and Charges	250,278	253,492
Depreciation of Fixed Assets	901,265	883,847
(Profit) on Disposal of Fixed Assets	(750,704)	(235,100)
	<u>14,965,571</u>	<u>15,453,837</u>