

MENEVIA DIOCESAN TRUST



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of MENEVIA
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REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

Registered Charity No: 234168

MENEVIA DIOCESAN TRUST

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

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MENEVIA DIOCESAN TRUST

Trustees and Professional Advisors

Trustees – Ex Officio

Most Rev Mark O'Toole Archbishop of Cardiff and
Bishop of Menevia (appointed 23rd June 2022)

Canon Paul Watson, Vicar General (appointed 11 May
2023) (appointed Trustee 23 November 2022)

Rev Monsignor Canon Joseph Cefai, Vicar General (retired
28 February 2023)

Rev Monsignor Michael Lewis, Chancellor (retired 6 July
2022)

Canon Benedict Koledoye, Chancellor (appointed 21
September 2022)

Rev Monsignor B Kinrade, Treasurer (retired 23
November 2022)

Trustees – Appointed

Mrs H Hammond (resigned 9 August 2023)

Rev M Smith

Mrs K Jones

Mr P Relf

Mr J O'Leary (appointed 20th September 2023)

Advisors

Principal Bankers

National Westminster Bank plc, Swansea City Centre, 14-
16a Oxford Street, Swansea, SA1 3AG

Investment Advisors

RBC Brewin Dolphin, Third Floor, Two Central Square,
Cardiff, CF10 1FS

Solicitors

Kevin Lane and Co, 10 Courtland Place, Port Talbot, SA13
1JJ

Stone King LLP, Upper Borough Court, Upper Borough
Walls, Bath, BA1 1RG

Auditor

Bevan Buckland LLP
Ground Floor, Cardigan House
Castle Court
Swansea Enterprise Court
Swansea
SA7 9LA

Registered Address

Diocesan Office
27 Convent Street
Swansea
SA1 2BX

MENEVIA DIOCESAN TRUST

REPORT OF THE TRUSTEES for the year ended 31 March 2023

The Trustees present their Annual Report and audited Financial Statements for the year ended 31 March 2023.

The Financial Statements have been prepared in accordance with the Accounting Policies set out on Pages 13 to 15, the charities Act 2011, Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and the Statement of Recommended Practice (SORP) "Accounting and Reporting by charities: Statement of Recommended Practice" applicable to charities preparing their accounts in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The name of the charity is "Menevia Diocesan Trust", and it is responsible for the administrative and financial affairs of the "Diocese of Menevia" by which name it is also known and is referred to as the "Diocese" in these financial statements.

Structure, Governance and Management

Menevia Diocesan Trust is a charitable trust constituted by a Declaration of Trust dated 4th April 1923, as varied by two Supplemental Trust Deeds dated respectively 7th March 1950 and 6th October 1955. The charity was registered with the Charity Commission on 18 November 1965.

The charity operates by virtue of a scheme approved by the Charity Commission on the 9th June 1972. By that scheme the Menevia Diocesan Trustees Registered became a registered charity replacing the individual trustees who had been the trustees of the Roman Catholic Diocese of Menevia until that date. The Charity Commission approved two schemes on the 8th November 1991 whereby the Diocese of Menevia received certain property from the Archdiocese of Cardiff and transferred certain property and assets to Wrexham Diocese Trustees Registered.

The duties and powers of Menevia Diocesan Trustees Registered are set out in and governed by the Trust Deed dated 4th April 1923 as varied by the two Supplemental Trust deeds dated 7th March 1950 and 6th October 1955, the schemes above mentioned, and the Charities Acts, Trustee Acts and the law of equity.

The affairs of the Diocese are conducted in accordance with both the Laws of England & Wales and with the Canon Law of the Roman Catholic Church.

All property assets are vested in the name of the Trust.

The Diocese comprises 42 registered parishes and covers geographically the counties of Swansea, Neath Port Talbot, Carmarthenshire, Ceredigion, Pembrokeshire and southern parts of Powys.

The Charity is governed by the Trustees under the chairmanship of the Bishop of the Diocese, who meet on a regular basis to deal with the financial, property, legal and administrative affairs of the Diocese.

The day to day business management of the Charity is undertaken on behalf of the Trustees by the Bishop and Vicar General together with support from curia staff and sub committees supporting safeguarding, education, finance and property functions. The Bishop deals with matters of central policy and acts as the Chief Executive of the Charity.

The Finance & Property Committee with delegated authority from the Trustees meets regularly to discuss matters arising and approve expenditure within its mandated limits of authority, deferring items above the set approval limit to the main Trustees. Limits of Authority are set in place which control expenditure to defined persons and monetary amounts. These are reviewed regularly to ensure their effectiveness. The financial and administrative affairs of the Charity are administered from the Curial office, which is also the registered office of the Trust. The Charity's Registration Number is 234168.

The pay and remuneration of employees is reviewed annually by the Moderator of the Curia and all staff have contracts of employment defining their roles, responsibilities and remuneration.

In accordance with Canon Law a Financial Secretary has been appointed by the Trustees to serve as the financial administrator of the Diocese, and to advise the Trustees on financial matters.

The work of the parishes and schools is administered on a day to day basis by parish priests, governors and lay people.

MENEVIA DIOCESAN TRUST

REPORT OF THE TRUSTEES for the year ended 31 March 2023

Trustees

The Trustees who served during the year are listed on page 1. New trustees are appointed by resolution of the existing Trustees and subject to the approval of the Bishop.

Trustees are appointed by Letter of Appointment under the hand of the Bishop addressed to the Trustees or their clerk. The body of the Trustees of the Charity shall consist of not less than eight nor more than ten competent persons of the Roman Catholic faith being four Ex-officio Trustees and not less than four nor more than six Nominative Trustees, provided that if such Nominative Trustees are persons in Holy Orders, they shall be in possession of Diocesan faculties of the Diocese of Menevia.

On taking up appointment as a Trustee, new Trustees are thoroughly briefed by their co-Trustees on the historical background, day to day management, objectives and future plans of the Charity, they also receive an induction manual detailing roles and responsibilities of trustees and various information sources which are freely accessible e.g. Charity Commission website. Trustees maintain an awareness of changes in legislation through regular advice from their professional advisors and are encouraged to attend any courses that may be relevant to the development of their role.

Risk Management

The Trustees have undertaken a formal risk management process to evaluate and assess the major strategic, operational and financial risk areas. The Trustees have identified the principal risks and uncertainties facing the charity as: property maintenance, safeguarding of beneficiaries and people the charity works with, and financial sustainability. These risks are recorded in a risk register and managed via subcommittees, which monitor and report on the steps taken to mitigate the risks.

Objectives and Achievements

The Trust Deed bestows power upon the trustees to apply both capital and income of the trust in furtherance of its objectives.

The principal objectives of the trust include:

- The provision, maintenance and upkeep of churches, public chapels and presbyteries.
- The provision of religious services in these churches and public chapels.
- The maintenance and support of infirm and aged priests and the burial of deceased priests.
- The provision and support of priests and clerics working within the Diocese.
- The relief of poor persons professing the Roman Catholic religion.
- The provision and maintenance of schools and colleges for young people.
- The provision and upkeep of accommodation for clerics.
- The provision and maintenance of cemeteries.
- The provision and maintenance of parish rooms and halls for the enlightenment, education and religious and moral benefit of people of the Diocese.
- The acquisition of sites for buildings in connection with the purposes mentioned above, and the disposal of such sites where appropriate.
- Generally for any such charitable purposes as, in the opinion of the Bishop, may be conducive to the advancement and maintenance of the Roman Catholic Religion in the Diocese of Menevia.

MENEVIA DIOCESAN TRUST

REPORT OF THE TRUSTEES for the year ended 31 March 2023

In addition to supporting the activities of the clergy within the parishes, the Diocese also provides financial support to Catholic national organisations such as the Catholic Education Service, Historic Churches Committee, and the Catholic Safeguarding and Advisory Service (CSAS) for the protection of children and vulnerable adults.

The Diocese also maintains and supports offices for Religious education, Child protection, and Family life and makes other grants in furtherance of its objectives, principally to the Diocesan Sick and Retired Priest Fund, and the Priest Training Fund.

Volunteers

The Diocesan Trustees, Clergy and employees of the Diocese gratefully acknowledge the valuable work undertaken by the many volunteers who assist on a day to day basis with all aspects of the work of the Diocese. Their work is invaluable particularly in assisting with the running of parishes. This work may range from cleaning of buildings, assisting with record keeping and parish finances to fundraising and many other activities relating to parish life. Parish volunteers also give their valuable time not just to their parishes, but also to giving help to the sick and needy, elderly and the disadvantaged in their local communities through various parish organisations.

Achievements

Refurbishment of the Diocesan property at Llythrid Avenue was completed. A retired priest has now moved into the property. This property should serve the diocese for many years in its role as a retiree home.

One of our Seminarians who was made a deacon in 2022 was incardinated in June 23, marking the end of his training and moving into active ministry within the diocese.

MENEVIA DIOCESAN TRUST

REPORT OF THE TRUSTEES for the year ended 31 March 2023

Investments

The Trustees' investment powers are governed by the Trustee Act 2000, as subsequently amended. Investments held by the charity are managed by a firm of Investment Managers in accordance with an ethical policy to maximise the total return for them. Listed investments are included on the balance sheet at their market value at the end of the financial period. The Statement of Financial Activities includes unrealised gains and losses that may arise from the revaluation of the investment portfolio at the year end. Disclosure of the movements on investments and an analysis of their historical cost is given in the notes to the accounts.

The total return on all investments, before fees, for 2023 was 1.44% (8.54% in 2022) against a target return of 2.66% (capital growth with dividends and yield reinvested). This compares with the FTSE All-Share Index benchmark of 7.41%.

The portfolio is structured to provide income and capital growth that will maintain real value to finance the objectives of the charity at a moderate level of risk.

Reserves

Unencumbered reserves, defined for this purpose as unrestricted stock market investments and cash totalled £4.82m (2022 £5.52m) and represents 172% of annual unrestricted expenditure (2022 259%).

Trustees would not normally wish to see unencumbered reserves of less than 100% of annual unrestricted expenditure, however it is recognised that this figure may be exceeded due to the nature and timing of significant major repairs expenditure on schools that can vary significantly from one year to another.

Public benefit

The Charity Commission acknowledges the intangible spiritual benefits that the charity aims to provide through the work of its parishes and people within the Diocese.

The work of our parishes reaches out beyond their own congregations and into the wider community through various activities such as visiting the sick, counselling the bereaved, assisting the disabled and participating in other community based initiatives. Collections in our churches are often made in support of the work of other organisations or initiatives that may be not only local, but may be national or even international.

The Charity supports 18 voluntary aided Catholic schools within the Diocese which continue to be increasingly populated with non-Catholic children. In addition to the proven educational reputation, the moral codes and practices which support it ensure a valuable contribution to the young adults leaving our schools who will go on to become valued members of society.

The churches within our parishes, and the services of the clergy are open to all people wishing to explore whether the Catholic Church can assist them in the enrichment of their spiritual lives.

The Trustees are of the opinion that they have complied with the duty in section 4 of the 2006 Charities Act to give due regard to the guidance published by the Commission in January 2008.

Separate Funds

A number of other funds are included in the accounts of the Diocese in respect of Trusts that are administered by the Diocese. These funds are maintained separately and are disclosed as restricted funds within the financial statements.

MENEVIA DIOCESAN TRUST

REPORT OF THE TRUSTEES for the year ended 31 March 2023

Financial Review

Total incoming Diocesan resources for the year of £2.248m were down 20.2% on the previous year of £2.818. Grant income was lower by £79k and donations were down slightly by £12k. Parish Collections have seen a very modest increase over the year but overall donations and legacies have decreased by £255k compared to last year.

All fundraising activity within the Diocese is conducted in a voluntary and ad hoc manner and no professional or commercial fundraisers are engaged in these activities.

Total resources expended for the year increased by 31.2% compared with 2022 with new projects commencing or re-starting following the interruption cause by Covid.

The aggregate result for the year was a deficit of £704,839 (2022 gain £568,037) before other gains and losses were recognised on long term investments. The net result after allowing for movement on investments plus the impairment of the parish loan towards a school was a deficit of £1,046,783 (2022 £526,775 Gain).

It is the policy of the Trustees to maintain sufficient reserves to enable the Diocese to meet its current obligations and to provide prudently for future expenditure.

The balance on total unrestricted reserves as at 31 March 2023 stood at £5.833m (2022 £6.648m).

Of the £2.2m total incoming resources for the year, £245,414 (2022 £324,468) was received in the form of Grants, for which the Trustees gratefully acknowledge such support.

Future Objectives

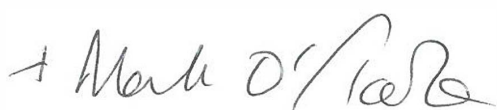
The charity will continue to build on the work undertaken to date in meeting its objectives as set out on page 3. No significant changes in emphasis are expected in the charity's activities.

The charity is registering a Company Limited by Guarantee so that future operations can be conducted via that company.

Auditors

A resolution proposing the appointment of the auditors will be put to the Annual General Meeting.

On behalf of the Trustees



Most Rev. Archbishop Mark O'Toole
Bishop of Menevia
Chair of Trustees

Date: 29th November 2022

MENEVIA DIOCESAN TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES for the year ended 31 March 2023

The Trustees are responsible for preparing the Annual report and the financial statements in accordance with applicable law and regulations.

Charity law requires the Trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under charity law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

In so far as the trustees are aware, there is no relevant audit information of which the charity's auditors are unaware, and each trustee has taken all the steps that he ought to have taken to make themselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF MENEVIA DIOCESAN TRUST

Opinion

We have audited the financial statements of Menevia Diocesan Trust (the 'charity') for the year ended 31 March 2023 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2023 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors 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 this gives rise to a material misstatement in the financial statements themselves. 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF MENEVIA DIOCESAN TRUST

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Independent Auditors 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 (UK) 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Extent to which the audit was considered capable of detecting irregularities, including fraud

We identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, and then, design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

We discussed our audit independence complying with the Revised Ethical Standard 2019 with the engagement team members whilst planning the audit and continually monitored our independence throughout the process.

Identifying and assessing potential risks related to irregularities.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- enquiring of management, including obtaining and reviewing supporting documentation, concerning the charity's policies and procedures relating to:
- identifying, evaluating, and complying with laws and regulations and whether they were aware of any instances of non-compliance;
- detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
- internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations;
- discussing among the engagement team how and where fraud might occur in the Financial Statements and any potential indicators of fraud. As part of this discussion, we identified potential for fraud in the following areas;
- Revenue Recognition
- obtaining an understanding of the legal and regulatory frameworks that the company operates in, focusing on those laws and regulations that had a direct effect on the Financial Statements or that had a fundamental effect on the operations of the Group, The key laws and regulations we considered in this context included the UK Companies Act and relevant tax legislation.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF MENEVIA DIOCESAN TRUST

Audit response to risks identified

In addition to the above, our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to support documentation to assess compliance with relevant laws and regulations;
- enquiring with management concerning actual and potential litigation and claims; performing analytical procedures to identify unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance and in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments;
- Assessing whether the judgements made in making accounting estimates are indicative of a potential bias and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Henry Lloyd Davies (senior statutory auditor)

Bevan Buckland LLP

Eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

Ground Floor

Cardigan House

Castle Court

Swansea Enterprise Park

Swansea

SA7 9LA

Date: 29/11/2023

MENEVIA DIOCESAN TRUST

STATEMENT OF FINANCIAL ACTIVITIES for the year ended 31 March 2023

		Unrestricted Funds		Restricted Funds		Endowment Funds		2023	2022
	Notes	Parochial £	Curial £	Parochial £	Curial £	Parochial £	Curial £	£	£
Income and endowments from:									
Donations and Legacies	3	1,442,190	4,890	-	85,039	-	-	1,532,119	1,780,535
Charitable activities	4	164,361	-	-	131,805	-	-	296,166	364,982
Other Trading activities	5	194,708	122,088	-	-	-	-	316,796	265,416
Investment income	6	-	32,391	-	49,638	-	12,485	94,515	94,797
Other income (gains on disposal of fixed assets)		8,177	-	-	-	-	-	8,177	312,316
Total income and endowments		<u>1,809,436</u>	<u>159,369</u>	<u>-</u>	<u>266,482</u>	<u>-</u>	<u>12,485</u>	<u>2,247,773</u>	<u>2,818,046</u>
Expenditure on:									
Raising Funds		45,411	-	-	-	-	-	45,411	29,032
Charitable Activities	7	1,531,666	1,230,330	-	145,205	-	-	2,907,201	2,220,978
Total expenditure		<u>1,577,077</u>	<u>1,230,330</u>	<u>-</u>	<u>145,205</u>	<u>-</u>	<u>-</u>	<u>2,952,612</u>	<u>2,250,009</u>
Net income/(expenditure)		232,359	- 1,070,961	-	121,277	-	12,485	- 704,839	568,037
Transfers between Funds	18	- 211,036	276,998	-	- 46,914	- 55,568	36,520	-	-
		21,323	- 793,963	-	74,363	- 55,568	49,005	- 704,839	568,037
Other recognised gains/(losses):									
Net gains/(Losses) on investments		- 132,000	89,591	-	- 235,467	-	- 64,067	- 341,944	(41,261)
Net movement in funds		- 110,677	- 704,372	-	- 161,105	- 55,568	- 15,062	- 1,046,783	526,775
 Fund balances brought forward		3,867,316	2,780,609	-	2,963,751	414,577	122,011	10,148,264	9,621,489
Fund balances carried forward		<u>3,756,639</u>	<u>2,076,237</u>	<u>-</u>	<u>2,802,647</u>	<u>359,009</u>	<u>106,949</u>	<u>9,101,481</u>	<u>10,148,264</u>
					see Pg22	see Pg22	see Pg22		

All of the Charity's activities derived from continuing operations during the above two financial periods.
A Statement of Financial Activities for the preceding year is shown in note 2.

MENEVIA DIOCESAN TRUST

BALANCE SHEET
as at 31 March 2023

	Note	Parochial £	Curial £	Total Funds 2023 £	Total Funds 2022 £
Fixed Assets					
Tangible assets	11	-	1,950,214	1,950,214	2,031,690
Investments	12	-	3,059,259	3,059,259	3,379,994
Total fixed assets		-	5,009,473	5,009,473	5,411,684
Current Assets					
Debtors & prepayments	13	210,748	78,222	288,971	327,418
Cash at bank and in hand		2,944,482	1,239,548	4,184,030	4,768,006
Total current assets		3,155,231	1,317,770	4,473,001	5,095,424
LIABILITIES					
Creditors: Amounts falling due within one year	14	22,373	358,621	380,994	358,844
Net current assets		3,132,858	959,149	4,092,007	4,736,580
Total Assets less current liabilities		3,132,858	5,968,623	9,101,480	10,148,264
Inter fund balances		982,790	(982,790)	0	-
Net Assets		4,115,648	4,985,832	9,101,481	10,148,264
Restricted funds					
Endowment funds	15	359,009	106,949	465,958	536,588
Restricted income funds	16	-	2,802,647	2,802,647	2,963,751
Unrestricted funds:		3,756,639	2,076,237	5,832,876	6,647,925
		4,115,648	4,985,832	9,101,481	10,148,264

The notes on pages 13 to 23 form part of these financial statements

The Financial Statements were approved on :

and signed on behalf of the Trustees by: 29/11/2023

Mark O'Toole

Most Rev Mark O'Toole
Bishop of Menevia and Archbishop of Cardiff
Chair of Trustees

MENEVIA DIOCESAN TRUST

STATEMENT OF CASH FLOWS
for the year ended 31st March 2023

	Notes	2023 £	2022 £
Cash flows from operating activities:			
Cash generated from operations	1	<u>(657,281)</u>	<u>451,997</u>
Net cash provided by (used in) operating activities		<u>(657,281)</u>	<u>451,997</u>
Cash flows from investing activities:			
Purchase of tangible fixed assets		-	-
Purchase of fixed asset investments		(491,817)	(200,020)
Sale of fixed asset investments		656,450	202,811
Sale of tangible fixed assets		-	377,229
Interest received		5,364	136
Dividends received		<u>89,151</u>	<u>94,662</u>
Net cash provided by (used in) investing activities		<u>259,148</u>	<u>474,817</u>
Cash flows from financing activities:			
Capital repayments in year		-	-
Net cash provided by (used in) financing activities		-	-
Change in cash and cash equivalents in the reporting period		<u>(398,133)</u>	<u>926,815</u>
Cash and cash equivalents at the beginning of the reporting period		<u>6,129,550</u>	<u>5,202,735</u>
Cash and cash equivalents at the end of the reporting period		<u>5,731,417</u>	<u>6,129,550</u>

The notes on pages 13 to 23 form part of these financial statements

MENEVIA DIOCESAN TRUST

NOTES TO THE STATEMENT OF CASH FLOWS
for the year ended 31st March 2023
I Reconciliation of net income/(expenditure) to net cash flow from operating activities

	2023 £	2022 £
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	(1,046,783)	526,775
Adjustments for:		
Depreciation charges	81,476	-
(Gain)/Loss on investments	341,944	41,261
Profit on disposal of Tangible fixed assets	-	(21,242)
Interest received	(94,515)	(94,797)
(Increase)/decrease in debtors	38,447	0
Increase/(decrease) in creditors	22,149	-
Net cash provided by (used in) operating activities	(657,281)	451,997

MENEVIA DIOCESAN TRUST

Notes to the Financial Statements - 31 March 2023

1. ACCOUNTING POLICIES

Basis of preparation of accounts

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. The financial statements have been prepared under the historical cost convention as modified by the valuation of fixed asset investments.

Public Benefit

The charity constitutes a public benefit entity as defined by FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Going concern

The Trustees have assessed whether the use of the going concern assumption is appropriate in preparing these accounts. The Trustees have made this assessment in respect to a period of one year from the date of approval of these accounts.

The Trustees of the charity have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the Charity to continue as a going concern. The Trustees are of the opinion that the Charity will have sufficient resources to meet its liabilities as they fall due.

Critical accounting estimates and areas of judgement

Preparation of the accounts requires the Trustees and management to make significant judgements and estimates.

The items in the accounts where these judgements and estimates have been made include:

- estimating the useful life of tangible fixed assets for the purposes of determining a depreciation charge;
- estimating the cost of the parish functional fixed assets, including property, that were held at 31 March 1996.
- determining the value of designated funds needed at the year end to meet specific future expenditure.
- estimating the recovery of Gift Aid which is submitted to HMRC post year end.

Incoming resources

All incoming resources of the Charity are recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably. Income is deferred only when the Charity has to fulfil conditions before becoming entitled to the income or where the donor or provider of those funds has specified that the income is for expenditure in a future period.

Income comprises donations, legacies and grants; investment income and interest receivable; income from parish and similar activities, and net gains on the disposal of tangible fixed assets.

Donations (including income from offertory and similar collections) are recognised when the Charity has confirmation of both the amount and the settlement date. When donations are pledged but not received, the income is accrued for when the receipt is considered probable. In the event that a donation is subject to conditions that require a level of performance before the Charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the Charity and it is probable that those conditions will be fulfilled within the reporting period.

Legacies are included in the statement of financial activities when the Charity is entitled to the legacy, the executors have established that there are sufficient surplus assets in the estate to pay the legacy, and the fulfilment of any conditions attached to the legacy is wholly within the control of the Charity.

Entitlement is taken as the earlier of: the date on which the Charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor to the Charity that a distribution will be made, and the date on which a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the Charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the Charity, or where the Charity is aware of the granting of probate, but the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title of the asset having been transferred to the Charity.

Investment income is recognised once the dividend has been declared and notification has been received of the dividend due.

Interest on funds held on deposit is included when it is receivable and the amount can be measured reliably by the Charity; this is normally upon notification from the bank of the interest payable or paid.

Gifts in kind are recognised at an estimate of their market value.

MENEVIA DIOCESAN TRUST

Notes to the Financial Statements - 31 March 2023

1. ACCOUNTING POLICIES (CONTINUED)

Resources expended

Resources expended are included in the Statement of Financial Activities on the accruals basis inclusive of any VAT which cannot be recovered.

Costs in generating voluntary income are included when incurred and reflect any fees in collecting those funds.

Charitable activities reflect the costs in meeting the aims of the Charity encompassing its four main activities of Pastoral work, Clergy support, Education and upkeep and maintenance of churches and other functional properties.

Support costs are those costs associated with the staff costs and overheads of the central administration of the curia. These are allocated to the charitable activities in proportion to the resource and office space occupied by each respective department responsible for the charitable activity.

Governance costs represent costs associated with meeting the statutory and regulatory requirements of the Charity and includes audit fees and other costs associated with the strategic management of the Charity. These are allocated to charitable expenses within support costs.

Grants

Income from government and other grants, whether 'capital' or 'revenue', is recognised when the charity has entitlement to the funds, any attached performance conditions are met and it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Fund Accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Curial unrestricted funds are those that are available to the Bishop for the provision of Diocesan wide services, and cover the cost of central administration of the curia. These funds are administered by the central finance department of the Diocese.

Each Parish is considered by Canon Law to be a juridical person with corresponding rights and obligations, including the holding and use of funds. The use of these parochial funds is the responsibility of the Parish Priest and the Trustees in varying ways depending upon the amount and significance of the funds. However, for the purposes of Civil Law parishes are not distinct legal entities and, unless there are distinct and express special trusts clearly evidenced in law, parochial funds are therefore shown as unrestricted funds. Parish funds are administered with guidance from the central finance office, by the parish priests and are used to carry out the work of the parish and cover the running costs of churches and other parish buildings, and assist in funding the curia.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The use of each of the restricted funds is set out in the notes to the financial statements.

Permanent endowment funds are restricted funds comprising amounts of capital, which are permanently maintained for the benefit of the Charity.

Realised and unrealised gains and losses on investment are dealt with in the Statement of Financial Activities. Investment income plus associated tax recoverable is credited to income on an accruals basis.

Tangible Fixed Assets

Prior to 6 April 1996, the accounting policy applied was for capital expenditure on church property to be written off in full as incurred. The accounts prepared for periods prior to that date did not include any balance sheet value for the Cathedral, Churches, Presbyteries, halls and other church properties or for their contents.

Functional freehold properties, comprising the cathedral, churches, presbyteries, halls and similar buildings owned by the Charity prior to 1997, are included in the balance sheet at an estimate of their original cost. These estimates were arrived at by discounting the 1997 insurance values of the properties by reference to the inflation statistics from 1997 back to the date on which the properties were acquired or built. For the purpose of these accounts, and consistent with the transitional rules set out in FRS 102, the 1997 valuations are defined as "deemed cost". All properties are deemed to belong to the charity and are thus included within the Curia balance sheet.

No value is included in the accounts for freehold land.

Following the recommendations of the SORP, the cost value of the church property capitalised on the balance sheet will be depreciated over their remaining useful lives at the rate shown below.

	% per annum
Cathedral, churches, presbyteries, halls	2
Equipment and motor vehicles	25

Works of art and other items of historic significance are not capitalised in the accounts. They are considered to be heritage assets for the purpose of the Statement of Recommended Practice applicable to reporting by Charities FRS 102. The assets have long lives and are worthy of preservation as they are integral to the Charity's principal objective of advancing the Roman Catholic Religion. The Trustees are of the opinion that the inclusion of the value of such items in the accounts may be prejudicial to their safe custody.

MENEVIA DIOCESAN TRUST

Notes to the Financial Statements - 31 March 2023

1. ACCOUNTING POLICIES (CONTINUED)

School Properties

The Charity is the legal owner of 18 properties occupied and operated as voluntary aided Catholic schools. The schools are funded through central government and local authority grants and other voluntary contributions.

The nature of the occupation of these properties means that the Trustees do not have the power to dispose of the land and buildings until a school ceases to operate. This requires the approval of the school governors and the Secretary of State. As a result the land and buildings are deemed to have £nil value for the purposes of the accounts.

In the event of a school closing and ceasing to occupy land and buildings legally owned by the Charity, the property will revert to the Charity and will be recognised as an incoming resource. Property that is deemed to have no further functional use will be held as a current asset pending disposal.

Non property assets, liabilities and transactions of the schools are not included in the accounts of the Charity as they are neither owned nor controlled by the Charity.

Investments

Investments are initially recognised at their transition value and subsequently measured at their fair value as at the balance sheet date.

Realised and unrealised gains and losses on investment are dealt with in the Statement of Financial Activities. Investment income plus associated tax recoverable is credited to income on an accruals basis.

Debtors

Other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently recognised at their settlement value, with the exception of investments which are subsequently recognised at their fair value at the balance sheet date using the closing quoted market price.

Pension Scheme

Separate from the Priests Retirement Fund, the charity operates a defined contribution pension scheme for its employees. The assets of the scheme are held in a separate independently administered fund. Contributions payable for the year are charged in the statement of financial activities.

Legal status of the Trust

The charity is a trust governed by a trust deed dated 04/04/1923 with subsequent amendments in 1950, 1955, 1972, 1991 and 2016

Notes to the Financial Statements - 31 March 2023

2. COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIES (2022)

	Notes	Unrestricted Funds		Restricted Funds		Endowment Funds		2022
		Parochial £	Curial £	Parochial £	Curial £	Parochial £	Curial £	£
Income and endowments from:								
Donations and Legacies	3	1,724,989	13,232	-	42,314	-	-	1,780,535
Charitable activities	4	160,410	72,800	-	131,772	-	-	364,982
Other Trading activities	5	203,226	60,059	-	2,131	-	-	265,416
Investment income	6	-	39,335	-	43,599	-	11,863	94,797
Other income (gains on disposal of fixed assets)		291,073	21,242	-	-	-	-	312,316
Total income and endowments		<u>2,379,699</u>	<u>206,668</u>	<u>-</u>	<u>219,817</u>	<u>-</u>	<u>11,863</u>	<u>2,818,046</u>
Expenditure on:								
Raising Funds		29,032	-	-	-	-	-	29,032
Charitable Activities	7	1,464,864	624,342	-	131,772	-	-	2,220,978
Total expenditure		<u>1,493,895</u>	<u>624,342</u>	<u>-</u>	<u>131,772</u>	<u>-</u>	<u>-</u>	<u>2,250,009</u>
Net income/(expenditure)		885,803	(417,674)	-	88,045	-	11,863	568,037
Transfers between Funds		(357,645)	395,204	-	(34,770)	28,943	(31,732)	-
		<u>528,158</u>	<u>(22,470)</u>	<u>-</u>	<u>53,275</u>	<u>28,943</u>	<u>(19,869)</u>	<u>568,037</u>
Other recognised gains/(losses):								
Net gains on investments		-	(162,706)	-	95,469	-	25,976	(41,261)
Net movement in funds		<u>528,158</u>	<u>(185,176)</u>	<u>-</u>	<u>148,743</u>	<u>28,943</u>	<u>6,107</u>	<u>526,775</u>
 Fund balances brought forward	10	3,339,158	2,965,785	-	2,815,008	385,634	115,904	9,621,489
Fund balances carried forward		<u><u>3,867,316</u></u>	<u><u>2,780,609</u></u>	<u><u>-</u></u>	<u><u>2,963,751</u></u>	<u><u>414,577</u></u>	<u><u>122,011</u></u>	<u><u>10,148,264</u></u>

Notes to the Financial Statements - 31 March 2023

3. Donations and Legacies

	Unrestricted Funds		Restricted Funds		2023	2022
	Parochial	Curial	Parochial	Curial	£	£
	£	£	£	£		
Donations	1,203,992	4,747		62,539	1,271,278	1,259,681
Legacies	27,450	143	-	22,500	50,093	322,317
Gift aid tax recovered	210,748	-	-	-	210,748	198,536
Total	1,442,190	4,889.91	-	85,039	1,532,119	1,780,535

4. Income from Charitable activities

	Unrestricted Funds		Restricted Funds		2023	2022
	Parochial	Curial	Parochial	Curial	£	£
	£	£	£	£		
Grants	113,609	-	-	131,805	245,414	324,468
Rental Income	50,751	-	-	-	50,751	40,514
Total	164,361	-	-	131,805	296,166	364,982

The Charity's properties are used primarily for functional purposes, but within such properties, some halls and rooms are occasionally rented out, often for purposes consistent with the charitable aims of the charity, resulting in the income shown above.

5. Other Trading activities

	Unrestricted Funds		Restricted Funds		2023	2022
	Parochial	Curial	Parochial	Curial	£	£
	£	£	£	£		
Chaplaincies	8,697	-	-	-	8,697	18,550
Candles, repository and newspapers	62,838	-	-	-	62,838	52,385
Social clubs	3,271	-	-	-	3,271	1,547
Fundraising events	40,048	-	-	-	40,048	22,236
Other parish activities	181	-	-	-	181	215
Management charges	-	59,947	-	-	59,947	58,200
Other income	79,671	62,141	-	-	141,812	112,284
	194,708	122,088	-	-	316,796	265,416

6. Investment income

	Unrestricted Funds	Restricted Funds	Endowment Funds	2023	2022
	£	£	£	£	£
Arising on quoted investments	27,027	49,638	12,485	89,151	94,662
Bank interest	5,364	-	-	5,364	136
Common Investment Fund	-	-	-	-	-
	32,391	49,638	12,485	94,515	94,797

Notes to the Financial Statements - 31 March 2023

7. CHARITABLE ACTIVITIES

	Note	Unrestricted		Restricted		Total	Total
		Parochial	Curial	Parochial	Curial	2023	2022
		£	£	£	£	£	£
Pastoral							
Church running costs		166,248	-	-	-	166,248	157,796
Utilities & Council tax		353,804	-	-	-	353,804	241,128
Water charges		35,191	-	-	-	35,191	30,272
Insurances		59,751	-	-	-	59,751	48,345
Maintenance of equipment		49,975	-	-	-	49,975	45,651
Staff costs		8,441	-	-	-	8,441	5,806
Parish administrative costs		87,591	-	-	-	87,591	95,416
Other parish costs		50,684	-	-	-	50,684	87,219
Centrally funded services		-	11,843	-	13,400	25,243	10,065
Safeguarding		-	7,457	-	-	7,457	6,126
Share of central support costs	7.1	-	98,135	-	-	98,135	94,773
		<u>811,684</u>	<u>117,434</u>	<u>-</u>	<u>13,400</u>	<u>942,519</u>	<u>822,596</u>
Clergy Support							
Clergy stipends & allowances		179,803	-	-	-	179,803	188,275
Travel		72,852	-	-	-	72,852	59,741
Clergy training		-	75,243	-	-	75,243	37,552
Housekeeping & sundries		188,014	-	-	-	188,014	161,430
Clergy welfare & support		-	207,002	-	-	207,002	61,183
Other clergy costs		-	18,007	-	-	18,007	15,502
Grants to retired clergy		-	61,452	-	-	61,452	68,113
Share of central support costs	7.1	-	98,135	-	-	98,135	94,773
		<u>440,669</u>	<u>459,838</u>	<u>-</u>	<u>-</u>	<u>900,507</u>	<u>686,570</u>
Education							
Religious Education		1,032	7,794	-	-	8,826	7,342
School expenditure from Legacy		-	-	-	-	-	-
Grants for school repairs		-	-	-	131,805	131,805	131,772
Share of central support costs	7.1	-	81,779	-	-	81,779	78,978
		<u>1,032</u>	<u>89,573</u>	<u>-</u>	<u>131,805</u>	<u>222,410</u>	<u>218,092</u>
Buildings							
Repairs & maintenance		48,743	429,469	-	-	478,212	35,860
Capital expenditure on buildings		229,538	-	-	-	229,538	310,261
Historic churches		-	1,422	-	-	1,422	-
Depreciation		-	81,476	-	-	81,476	81,476
Professional Fees		-	2,050	-	-	2,050	18,736
Share of central support costs	7.1	-	49,067	-	-	49,067	47,387
		<u>278,280</u>	<u>563,484</u>	<u>-</u>	<u>-</u>	<u>841,765</u>	<u>493,719</u>
Total		<u>1,531,666</u>	<u>1,230,330</u>	<u>-</u>	<u>145,205</u>	<u>2,907,201</u>	<u>2,220,978</u>

7.1 SUPPORT COSTS

7.1 SUPPORT COSTS		Unrestricted - Curial		2023	2022
		Staff Costs	Other Costs	Total	Total
	£	£	£	£	
Curial overheads	227,891	23,902	251,793	227,352	
Travel & Conferences	-	2,871	2,871	924	
Bishop's Administration	-	2,692	2,692	870	
Legal & Professional fees	-	11,099	11,099	15,142	
Equipment depreciation	-	-	-	-	
Bank Charges	-	12,240	12,240	12,358	
Computer Costs	-	9,910	9,910	6,204	
Other	-	4,872	4,872	20,271	
Governance costs	-	11,940	11,940	12,267	
Investment Management fees	-	19,698	19,698	20,523	
	<u>227,891</u>	<u>99,225</u>	<u>327,115</u>	<u>315,911</u>	
			£	£	
Allocation to charitable activities:	Pastoral	30%	98,135	94,773	
	Clergy Support	30%	98,135	94,773	
	Education	25%	81,779	78,978	
	Buildings	15%	49,067	47,387	
		100%	327,115	315,911	

Notes to the Financial Statements - 31 March 2023

8. STAFF COSTS

	Parish	Curial	2023	2022
	£	£	£	£
Employee Costs				
Gross salaries	8,441	201,614	210,055	187,070
National Insurance	-	15,676	15,676	13,547
Pensions	-	12,100	12,100	10,304
	<u>8,441</u>	<u>229,391</u>	<u>237,832</u>	<u>210,921</u>

The average weekly number of full and part time employees analysed by function was:

	2023 Number	2022 Number
Curial and Diocesan Staff	6	6
Parish employees (excluding clergy)	<u>0</u>	<u>1</u>
	<u>6</u>	<u>7</u>

The number whose emoluments exceeded £60,000 (including benefits but excluding employer's pension contribution) were:

1	Nil
---	-----

The total remuneration for key management employees in 2023 was £148,996 (2022: £103,001)

Trustees who also function as parish priests are eligible to receive parish grants of £3,000 per annum and are also provided with living accommodation and expenses by the parish to which they are attached.

None of the Trustees received remuneration or expenses in respect of their duties as Trustees.

The Charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund. The pension cost charge represents contributions payable by the charity to the fund.

Amounts in the sum of £12,100 (2022: £10,304) were due in respect of the year.

Amounts of £1,296 (2022: £nil) were outstanding at the balance sheet date.

9. GOVERNANCE COSTS

	2023 £	2022 £
Fees paid to external auditor	<u>11,940</u>	<u>10,830</u>

MENEVIA DIOCESAN TRUST

Notes to the Financial Statements - 31 March 2023

11. TANGIBLE FIXED ASSETS

	Churches & Other Property £	Equipment & vehicles £	Total £
Cost			
At 1 April 2022	4,073,862	26,966	4,100,828
Additions			-
Disposals			-
At 31 March 2023	<u>4,073,862</u>	<u>26,966</u>	<u>4,100,828</u>
Depreciation			
At 1 April 2022	2,042,172	26,966	2,069,138
Charge for year	81,476		81,476
Disposals			-
At 31 March 2023	<u>2,123,648</u>	<u>26,966</u>	<u>2,150,614</u>
Net Book Value			
At 1 April 2022	<u>2,031,690</u>	<u>-</u>	<u>2,031,690</u>
At 31 March 2023	<u>1,950,214</u>	<u>-</u>	<u>1,950,214</u>

The basis of valuation is disclosed in the accounting policies.

Some of the Charity's properties are subject to restrictions or covenants over their use and/or disposal.

12. FIXED ASSET INVESTMENTS

Curial

	2023 £	2022 £
Listed investments - unit fund		
Market value at beginning of year	3,247,994	3,099,778
Additions	491,817	200,020
Disposals	(511,514)	(220,542)
Gains/(Loss) on revaluation	(169,037)	168,739
Market value at end of year	<u>3,059,259</u>	<u>3,247,994</u>

All quoted investments (other than cash) are quoted on a recognised UK Stock Exchange or are valued by reference to investments listed on a recognised Stock Exchange.

There are 4 investments included within the investment portfolio at the year end each representing more than 5% total portfolio valuation:

Cash 15.29%

Vanguard Funds PLC S&P500 6.56%

Vanguard Investments Funds ICVC 6%

JPMorgan Fund ICVC 5.77%

Notes to the Financial Statements - 31 March 2023

12. FIXED ASSET INVESTMENTS (continued)

Analysed by Type	2023			2022		
	Cost £	Market value £	%	Cost £	Market value £	%
Equities	1,713,354	2,218,679	72.5	1,952,355	2,780,174	85.5
Convertible bonds & loan stock	418,984	380,761	12.4	424,425	418,265	12.9
UK call deposit	459,832	459,819	15.0	49,555	49,555	1.5
	2,592,170	3,059,259	100.0	2,426,335	3,247,994	100.0

Analysed by fund	2023		2022	
	Market value £	%	Market value £	%
Unrestricted	636,348	20.8	754,452	22.1
Restricted (see note below)	1,956,954	64.0	1,956,954	60.3
Permanent endowment	465,958	15.2	536,588	17.5
	3,059,259	100.0	3,247,994	100.0

Of the Total Restricted funds of £2,802,647 (2022: £3,033,472), only £1,671,932 (2022: £1,907,399) are invested in the common investment fund, the remainder are represented by cash deposits.

12. Parish Investment

The Loan of £132,000 made from a Parish to the Diocese was written down to Zero value following an Impairment review as there is no current likelihood of the loan being repaid whilst the school is operational. It would only become due should the school close.

13. DEBTORS AND PREPAYMENTS

	2023 £	2022 £
Gift aid	210,748	198,531
Loans to school Governors in respect of repair costs	50,400	104,667
Car loans to clergy	2,600	1,300
Prepayments and accrued income	25,053	21,271
Other debtors	169	1,649
	288,971	327,418

14. CREDITORS AND ACCRUED EXPENSES

	2023 £	2022 £
Bank overdrafts	-	48,322
Diocesan appeal fund	52,220	52,220
Amounts owing to other religious bodies	55,969	81,540
Accruals	-	-
Tax & NIC	5,944	5,138
Other creditors	266,861	171,624
	380,994	358,844

Notes to the Financial Statements - 31 March 2023

This page needs updating for the Opening Balances to be correct as per the Final signed off accounts

15. ENDOWMENT FUNDS

The endowed funds are permanent endowments. The balances on the main funds are as follows:

	Balance 1 April 2022	Incoming resources	Expenditure per SOFA	Net Transfers	movements on revaluation	Balance 31 March 2023
	£	£	£	£	£	£
Curial						
Ann Wedd trust	13,052	340	-	340	(1,611)	11,441
Father Welsford fund	108,959	2,836	-	2,836	(13,451)	95,508
	<u>122,011</u>	<u>3,175</u>	<u>-</u>	<u>3,175</u>	<u>15,062</u>	<u>106,949</u>
Parochial						
Foundation Masses	40,964	-	-	-	(4,842)	36,121
Parish trusts	373,613	9,310	-	(15,872)	(44,163)	322,887
	<u>414,577</u>	<u>9,310</u>	<u>-</u>	<u>(15,872)</u>	<u>49,005</u>	<u>359,009</u>
Total endowment funds	<u>536,588</u>	<u>12,485</u>	<u>-</u>	<u>(19,048)</u>	<u>(64,067)</u>	<u>465,958</u>
16. RESTRICTED FUNDS						
	Balance 1 April 2022	Incoming resources	Expenditure per SOFA	Net transfers	movements on revaluation	Balance 31 March 2023
	£	£	£	£	£	£
Curial						
Bishop's fund	51,902	-	-	-	-	51,902
Poor missions	321,741	6,871	-	-	(32,594)	296,018
Poor parishes	39,105	-	-	-	-	39,105
Priest training fund	835,810	100,306	-	(36,796)	(97,726)	801,594
Welsh missal	15,106	-	-	-	-	15,106
Cathedral chapter	10,858	-	(50)	-	-	10,808
Sick & retired clergy	202,553	10,546	-	(5,334)	(24,723)	183,042
Mental Health Fund	1,200	-	-	(1,200)	-	-
Hermit fund	1,500	-	-	-	-	1,500
Special masses	700	-	-	-	-	700
Saunders Lewis trust	1,660	-	-	-	-	1,660
Cardigan Shrine	650	-	-	(650)	-	-
Jubilee Appeal fund	1,362,911	15,145	-	-	(71,843)	1,306,213
Ann Wedd trust	4,847	-	-	(4,847)	-	-
Mensal & Episcopal fund	41,525	887	-	-	(4,207)	38,205
Lewis fund	34,477	922	-	(922)	(4,375)	30,102
Diocesan Youth fund	37,206	-	(13,350)	2,836	-	26,692
Education Fund	-	131,805	(145,205)	-	-	-
	<u>2,963,751</u>	<u>266,482</u>	<u>(158,605)</u>	<u>(46,914)</u>	<u>235,467</u>	<u>2,802,647</u>

The specific purposes for which the major funds are to be applied are as follows:

Bishop's fund	This fund is for projects as approved by the Bishop.
Poor missions/ Poor Parishes	This fund is for the relief of poverty within the Diocese.
Priest training fund	This fund is to support the training of new priests.
Jubilee Appeal fund	This fund is to support Sick and retired clergy, priest training and pastoral projects.
Mensal & Episcopal fund	This fund is to support the Bishop's welfare & administrative costs.
Father Welsford fund	This fund is to support the Diocesan Youth.
Foundation masses	This fund is to support the relevant Parish.
Sick & Retired Clergy	This fund is to support Sick and retired clergy.

Other restricted funds represent legacies or funds held for specific purposes for the benefit of other groups or parishes within the Diocese.

Notes to the Financial Statements - 31 March 2023

17. ANALYSIS OF NET ASSETS BETWEEN FUNDS

Fund balances at 31 March 2023 are represented by:

	Unrestricted	Restricted	Endowment	2023 Total	2022 Total
	£	£	£	£	£
Tangible Fixed Assets	1,950,214	-	-	1,950,214	2,168,679
Investments	636,348	1,956,954	465,958	3,059,259	3,231,778
Other Net Assets	3,246,315	845,693	-	4,092,007	4,221,032
	<u>5,832,876</u>	<u>2,802,647</u>	<u>465,958</u>	<u>9,101,481</u>	<u>9,621,490</u>

18. TRANSFERS

	Unrestricted		Restricted		Endowment		2023 Total
	Parochial	Curial	Parochial	Curial	Parochial	Curial	£
	£	£	£	£	£	£	
Parish assessments	(226,908)	226,908	-	-	-	-	-
Annual Endowment income (Due to Parishes)					9,310	(9,310)	-
Annual Endowment Funds change in value					(49,005)	49,005	-
Ann Wedd Endowment income for Gen use		340				(340)	-
Fr Welsford Fund Trf from Endowment to Youth fund				2,836		(2,836)	-
Lewis Fund annual income to Gen funds		922		(922)			-
Transfer re Baselining of Restricted Funds	15,872	40		(40)	(15,872)		-
Mental Health Fund		1,200		(1,200)			-
Cardigan Shrine		650		(650)			-
Ann Wedd trust		4,847		(4,847)			-
PTF Release of Funds to compensate General funds		36,756		(36,756)			-
S&RC Release of Funds to compensate General funds		5,334		(5,334)			-
	<u>(211,036)</u>	<u>276,998</u>	<u>-</u>	<u>(46,914)</u>	<u>(55,568)</u>	<u>36,520</u>	<u>-</u>

Parish assessments are a Levy payable to the Diocese to cover central costs and the running of the curia.

Endowments held by Parish but funds invested in Common Investment Fund held by Curial Office

Endowments held by Parishes but income held at Diocese until remitted to Parishes

Ann Wedd Endowment fund, income from which is for general use

Fr Welsford Endowment fund earns interest which is then pd to the Youth Fund, which is a "Restricted Fund"

Lewis Fund - Restricted fund which earns income that is paid over for General use.

Baselining of Restricted Funds - final adjustments to bring funds in line at Curial and Parish level

Mental Health Fund, Cardigan Shrine and Ann Wedd Trust - Restricted Funds all re-allocated to General funds

Release of funds re PTF and S&RC. Movement of funds to compensate General funds out of which expenses for both these funds have been paid.

19. TAXATION

Menevia Diocesan Trust is a charity within the meaning of para 1 schedule 6 Finance Act 2010.

Accordingly the charity is potentially exempt from taxation in respect of income or capital gains within categories covered by chapter 3 of part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

No tax charge arises in the period.