

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING THE INCOME AND EXPENDITURE ACCOUNT)

	Note	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Unrestricted Funds £	Restricted Funds £	Total 2021 £
Income and endowments from:							
Charitable Activities	2	1,088,929	1,315,571	2,404,500	1,149,357	968,021	2,117,378
Investments	3	2,790	72,763	75,553	2,657	65,332	67,989
Other	4	14,047	212,892	226,939	13,268	246,626	259,894
Total		1,105,766	1,601,226	2,706,992	1,165,282	1,279,979	2,445,261
Expenditure on:							
Charitable Activities	6	935,024	1,340,801	2,275,825	976,955	1,047,540	2,024,495
Investments		-	-	-	-	-	-
Other	11	(18,097)	175,384	157,287	(8,450)	238,680	230,230
Total		916,927	1,516,185	2,433,112	968,505	1,286,220	2,254,725
NET (Outing)/Income		188,839	85,041	273,880	196,777	(6,241)	190,536
Gains/(losses) on investments		(11,925)	(217,516)	(229,441)	7,759	237,638	245,397
Transfers		(51,090)	51,090	-	(239,955)	239,955	-
Net Movement in Funds		125,824	(81,385)	44,439	(35,419)	471,352	435,933
Reconciliation of funds							
Total Funds brought forward	21	637,746	3,025,861	3,663,607	673,165	2,554,509	3,227,674
Total Funds carried forward		763,570	2,944,476	3,708,046	637,746	3,025,861	3,663,607

The statement of financial activities includes all gains and losses recognised in the year.

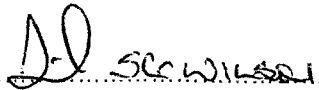
All income and expenditure derive from continuing activities

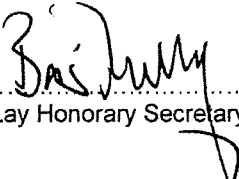
The notes on pages 15 to 32 form part of these accounts

BALANCE SHEET

	Notes	<u>2022</u>	<u>2021</u>
		£	£
Fixed assets			
Tangible assets	14	15,838	21,118
Investments	15	<u>2,448,333</u>	<u>2,677,773</u>
		2,464,171	2,698,891
Current assets			
Debtors	17	312,631	324,381
Cash at bank and in hand	18	<u>1,357,124</u>	<u>1,102,436</u>
		1,669,755	1,426,817
Current Liabilities			
Creditors: amounts falling due within one year	19	<u>(168,112)</u>	<u>(62,624)</u>
Net current assets		<u>1,501,643</u>	<u>1,364,193</u>
Total Assets Less Current Liabilities		<u>3,965,814</u>	<u>4,063,084</u>
Creditors: amounts falling due after more than one year	20	(257,768)	(399,477)
Total Net Assets		<u>3,708,046</u>	<u>3,663,607</u>
Funds			
Unrestricted funds	21	763,570	637,746
Restricted	21	<u>2,944,476</u>	<u>3,025,861</u>
Total Funds		<u>3,708,046</u>	<u>3,663,607</u>

These financial statements were approved and authorised for issue by the Diocesan Council on 9-5-23 and signed on its behalf by:


.....
(Clerical Honorary Secretary)


.....
(Lay Honorary Secretary)

The notes on pages 15 to 32 form an integral part of these financial statements.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 December 2022

	Notes	£	2022 £	£	2021 £
Cash flows from operating activities					
Cash generated from operations	24		202,723		(31,700)
Investing activities					
Purchase of tangible fixed assets		-		(10,534)	
Investment income received		75,553		67,989	
Net cash (used in)/generated from investing activities			278,276		25,755
Financing activities					
Increase/(decrease) in bank loans		(23,587)		155,781	
Net cash used in financing activities			(23,587)		155,781
Net increase/(decrease) in cash and cash equivalents			254,689		181,536
Cash and cash equivalents of beginning of year			1,102,435		920,899
Cash and cash equivalents at end of year			1,357,124		1,102,435
Relating to:					
Bank balances and short term deposits			1,357,124		1,102,435

NOTES TO THE ACCOUNTS

1 ACCOUNTING POLICIES

The principal accounting policies, judgments and key sources of estimation uncertainty are set out below.

(a) Basis of accounting

These financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards, the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" effective January 2015 and FRS 102 "The Financial Reporting Standard Applicable in the UK and Republic of Ireland".

The Diocesan Council Members consider that these accounting policies are suitable, have been consistently applied and are supported by reasonable and prudent judgment and estimates.

The Diocese of Down and Dromore meets the definition of a public benefit entity under FRS 102. The financial statements are prepared in accordance with the historical cost convention.

(b) Going concern

The Diocesan Council has reviewed the budget for the year ahead, and is satisfied that there are adequate funds in place to ensure that the Diocese can continue its activities. There are no material uncertainties about the organisation's ability to continue, and on that basis it is a going concern.

(c) Income Recognition

Income is recognised in the period in which the charity is entitled to receipt and the amount can be measured with reasonable certainty. Income is deferred only when the charity has to fulfil conditions before becoming fully entitled to it or where the donor has specified that the income is to be expended in a future period.

Grants, including capital grants, from the government and other agencies have been included as income from activities in furtherance of the charity's objects where these amount to a contract for services, but included as donations where the money is given in response to an appeal or with greater freedom of use, for example, government block grants. Donated facilities are included at the value to the charity where this can be quantified and a third party is bearing the cost. No amounts are included in the financial statements for services donated by volunteers.

(d) Expenditure

Expenditure is included in the Statement of Financial Activities on an accruals basis, exclusive of any VAT which can be recovered.

Certain expenditure is directly attributable to specific activities and has been included in those cost categories. Certain other costs, which are attributable to more than one activity, are apportioned across cost categories on the basis of an estimate of the proportion of time spent by staff on those activities.

(e) Fund Accounting

Designated funds are unrestricted funds set aside at the discretion of the trustees for specific purposes.

Unrestricted funds are funds that are available for use at the trustees' discretion in furtherance of the objectives of the Diocese in accordance with the regulations that govern the Diocesan Council.

Restricted funds are those donated for use in a particular area or for specific purposes, the use of which is restricted by the funder to that area or purpose.

NOTES TO THE ACCOUNTS (CONT'D)

(f) Investments

All income from investments is accounted for on an accruals basis. Deposit interest receivable, expenses and interest payable are accounted for on an accruals basis. Listed investments comprise those quoted on a Stock Exchange. These investments have been valued at market value which is based on the middle market prices ruling at the close of business on 31 December 2022. Any realised profits or losses, arising on fixed asset investment sales are taken direct to the statement of financial activities. Profits or losses are calculated on the average cost basis.

(g) Depreciation of tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Equipment, Fixtures & Fittings	25% reducing balance
Freehold Buildings	2% straight line

Buildings are not depreciated. It is the policy of the Diocese to maintain its properties in a state of good repair. The Diocesan Council's assessment of the residual value (based on values prevailing at acquisition) and useful economic life of the long leasehold property is such that the charge for depreciation would not be significant; consequently this property is not depreciated. The depreciation rate for fixtures & fitting and computer equipment was changed to reducing balance from straight line as the Council feel this is a better reflection of the value of the assets to the Diocese.

(h) Impairment of fixed assets

At each balance sheet date, the carrying amounts of tangible and intangible assets are reviewed to determine whether there is an indication that those assets have suffered an impairment loss. Where the carrying value exceeds the estimated recoverable amount (being the greater of fair value less costs to sell and value-in-use), an impairment loss is recognised by writing down the assets cash-generating units to their recoverable amount. An impairment loss is recognised immediately in the profit and loss. Any reversal of a previous impairment loss is similarly recognised immediately in the profit and loss.

(i) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

(j) Cash at bank and in hand

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

(k) 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.

(l) 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 measured at their settlement value.

NOTES TO THE ACCOUNTS (CONT'D)

(m) Pension costs

The Diocese contributes to the full costs of the pension scheme for staff of the Down and Dromore & Connor Joint Committee and the full cost of pension contributions for staff employed by the Diocesan Council. Contributions payable are charged to the Revenue Account in the period to which they relate. These contributions are invested separately from the assets of the Diocesan Council.

2 Income from charitable activities

	2022				2021			
	Designated Funds	Unrestricted Funds	Restricted Funds	Total	Designated Funds	Unrestricted Funds	Restricted Funds	Total
	£	£	£	£	£	£	£	£
Parochial assessments	-	834,432	-	834,432	-	851,340	-	851,340
Mission & ministry receipts	47,175	158,947	1,009,664	1,215,786	34,460	147,706	863,254	1,045,420
	47,175	993,379	1,009,664	2,050,218	34,460	999,046	863,254	1,896,760
Grants 5	10,000	38,375	305,907	354,282	46,000	54,777	101,806	202,583
Government grant JRS	-	-	-	-	-	15,074	2,961	18,035
Total	57,175	1,031,754	1,315,571	2,404,500	80,460	1,068,897	968,021	2,117,378

3 Income from investments

	2022				2021			
	Designated Funds	Unrestricted Funds	Restricted Funds	Total	Designated Funds	Unrestricted Funds	Restricted Funds	Total
	£	£	£	£	£	£	£	£
Dividends	-	2,790	70,738	73,528	-	2,657	65,278	67,935
Interest receivable	-	-	2,025	2,025	-	-	54	54
	-	2,790	72,763	75,553	-	2,657	65,332	67,989

4 Other Income

	2022				2021			
	Designated Funds	Unrestricted Funds	Restricted Funds	Total	Designated Funds	Unrestricted Funds	Restricted Funds	Total
	£	£	£	£	£	£	£	£
Sundry Items	-	14,047	13,928	27,975	-	13,268	15,840	29,108
Stipends	-	-	198,964	198,964	-	-	230,786	230,786
	-	14,047	212,892	226,939	-	13,268	246,626	259,894

CHURCH OF IRELAND DIOCESE OF DOWN AND DROMORE
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE ACCOUNTS (CONT'D)

5 Grants received

	2022		2021		Total	Designated Funds	Restricted Funds	Unrestricted Funds	Total	Designated Funds	Unrestricted Funds	Restricted Funds	Total
	Designated Funds	Unrestricted Funds	Restricted Funds	Unrestricted Funds									
Education Authority Summer Youth Activities	£ -	-	£ -	-	£ -	-	-	£ 5,977	-	-	£ 5,977	-	£ 5,977
Education Authority (Moneyreagh)	-	-	-	-	-	-	-	-	-	-	-	2,050	2,050
Belfast City Council (Lower Braniel)	-	-	1,800	-	1,800	1,800	-	-	-	-	-	1,240	1,240
Belfast City Council (Titanic Quarter Church Plant)	-	-	-	-	-	-	-	-	-	-	-	716	716
Priorities' Fund (In-Service fund)	-	-	-	-	-	-	-	-	-	-	-	-	-
Priorities' Fund (Titanic)	-	3,975	-	-	3,975	-	-	2,650	-	-	2,650	-	2,650
Priorities' Fund (Moneyreagh - Pop Up Cafe)	-	-	-	-	-	-	-	-	-	-	-	14,000	14,000
Priorities' Fund (Tullycamet)	-	-	-	-	-	-	-	-	-	-	-	10,000	10,000
Priorities' Fund (Lower Braniel)	-	-	7,000	-	7,000	7,000	-	-	-	-	-	-	-
Priorities' Fund (Moneyreagh)	-	-	7,000	-	7,000	7,000	-	-	-	-	-	-	-
Priorities' Fund (Newcastle)	-	-	5,000	-	5,000	5,000	-	-	-	-	-	-	-
RCB - COVID Support Grant	-	-	15,000	-	15,000	15,000	-	-	-	-	-	-	-
RCB - Mind Matters - Dundrum Church Plant	-	-	111,740	-	111,740	111,740	-	-	-	-	-	-	-
RCB - Mind Matters - Down & Dromore Programme	-	800	470	-	1,270	470	-	-	800	-	-	-	800
RCB - Mind Matters - Titanic Church Plant	-	-	-	-	-	-	-	-	1,000	-	-	-	1,000
RCB - Mind Matters - Tullycamet	-	-	1,200	-	1,200	1,200	-	-	1,200	-	-	-	1,200
RCB - Mind Matters - Moneyreagh	-	-	4,200	-	4,200	4,200	-	-	4,200	-	-	-	4,200
RCB/Priorities' Fund (Coronavirus Digital Worship)	-	-	-	-	-	-	-	-	-	-	-	-	-
COI Youth Department	-	8,500	-	-	8,500	-	-	8,500	-	-	-	-	8,500
COI Youth Department (Ministry Apprenticeship)	-	-	8,000	-	8,000	8,000	-	-	-	-	-	-	-
COI Youth Department (Comhar Grant)	-	-	-	-	-	-	-	-	-	-	-	12,150	12,150
COI Youth Department (PPE Grant)	-	-	-	-	-	-	-	400	-	-	400	-	400
COI Youth Department - Moneyreagh Grant	-	-	1,000	-	1,000	1,000	-	-	-	-	-	-	-
All Churches Trust (Moneyreagh)	-	-	-	-	-	-	-	-	-	-	-	6,000	6,000
COI OCS Society	-	25,100	-	-	25,100	-	-	25,100	-	-	-	-	25,100
COI OCS (Killough)	-	-	8,000	-	8,000	8,000	-	-	-	-	-	-	-
COI OCS (Moneyreagh)	-	-	-	-	-	-	-	-	-	-	-	10,800	10,800
Church of Ireland Orphans & Children's Society (Lower Braniel)	-	-	8,000	-	8,000	8,000	-	-	-	-	-	-	-
Church of Ireland Orphans & Children's Society (D&D)	-	-	4,000	-	4,000	4,000	-	-	-	-	-	-	-
Church of Ireland Orphans & Children's Society (D&D - Sunday Schools)	-	-	20,000	-	20,000	20,000	-	-	-	-	-	-	-
Ardbarrow Trust (Down & Dromore)	10,000	-	-	-	10,000	-	-	-	-	-	-	-	-

CHURCH OF IRELAND DIOCESE OF DOWN AND DROMORE
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE ACCOUNTS (CONT'D)

5 Grants received (cont'd)

	2022			2021			Total	Restricted Funds	Total
	Designated Funds	Unrestricted Funds	Restricted Funds	Designated Funds	Unrestricted Funds	Restricted Funds			
Ardbarron Trust (Moneyreagh)	£ -	£ -	£ 16,000	£ -	£ -	£ -	£ 16,000	£ -	£ 16,000
Anon Trust (Moneyreagh)	-	-	12,000	-	-	-	12,000	2,000	14,000
Anon Trust (Dundrum)	-	-	-	-	-	-	-	17,000	17,000
Anon Trust (Newcastle)	-	-	-	-	-	-	-	10,000	10,000
Anon Trust (Tullycarnet)	-	-	-	15,000	-	-	15,000	-	15,000
TBF & KL Thompson Trust (Church Plant Work in Tullycarnet)	-	-	-	5,000	-	-	5,000	-	5,000
TBF & KL Thompson Trust (St Johns Lurgan)	-	-	-	6,000	-	-	6,000	-	6,000
TBF & KL Thompson Trust (Ministry Apprenticeship Scheme)	-	-	-	6,000	-	-	6,000	-	6,000
Black Santa (Dundrum Church Plant)	-	-	2,500	-	-	-	2,500	-	2,500
Black Santa (Moneyreagh)	-	-	450	-	-	-	450	1,000	1,450
Black Santa (Killough)	-	-	-	-	-	-	-	1,000	1,000
Black Santa (Tullycarnet)	-	-	600	-	-	-	600	-	600
House of Vic Ryn (Westwinds Church Plant)	-	-	450	-	-	-	450	-	450
House of Vic Ryn (3 Partnerships)	-	-	-	-	-	-	-	-	-
House of Vic Ryn - Lower Braniel	-	-	-	-	-	-	-	6,500	6,500
House of Vic Ryn - Killough	-	-	2,500	-	-	-	2,500	7,500	10,000
House of Vic Ryn - Titanic	-	-	2,500	-	-	-	2,500	-	2,500
House of Vic Ryn - Dundrum	-	-	2,500	-	-	-	2,500	-	2,500
House of Vic Ryn - Tullycarnet	-	-	2,500	-	-	-	2,500	-	2,500
House of Vic Ryn - Westwinds	-	-	2,500	-	-	-	2,500	-	2,500
House of Vic Ryn -Ministry Apprenticeship Scheme	-	-	2,500	-	-	-	2,500	-	2,500
Joseph Rank Trust	-	-	10,000	-	-	-	10,000	10,000	20,000
Stormont Parish (Tullycarnet)	-	-	-	-	-	-	-	16,000	16,000
World Charitable Foundation of Ireland (Ministry Apprenticeship Scheme)	-	-	8,349	-	-	-	8,349	-	8,349
Benefact Trust (Ministry Apprenticeship Scheme)	-	-	20,000	-	-	-	20,000	-	20,000
Benefact Trust (Diocesan Outreach to Asylum Seekers and Refugees)	-	-	7,000	-	-	-	7,000	-	7,000
Donibrisle (Grant for Church Plant Refugees)	-	-	250	-	-	-	250	-	250
Victoria Homes Trust (Killough)	-	-	2,500	-	-	-	2,500	-	2,500
James Brown & Sons Community Fund (Titanic)	-	-	1,000	-	-	-	1,000	-	1,000
Mustard Seed Foundation (Titanic)	-	-	3,898	-	-	-	3,898	-	3,898
	10,000	38,375	305,907	46,000	54,777	101,806	354,282	101,806	202,583

NOTES TO THE ACCOUNTS (CONT'D)

6 Breakdown of expenditure on charitable activities

	Notes	2022 £	2021 £
Grants & Ministry Support	7,8	294,019	84,029
Priorities' fund		62,920	58,988
Central Church Assessments		170,304	172,044
Clergy Pension		742,121	720,043
Project Delivery	9	684,436	666,056
Support Costs	10	322,025	323,335
		2,275,825	2,024,495

7 Grants and support for ministry

	2022				2021			
	Designated Funds £	Unrestricted Funds £	Restricted Funds £	Total £	Designated Funds £	Unrestricted Funds £	Restricted Funds £	Total £
<u>Grants in Support of Parishes</u>								
Down Cathedral (general support)	-	20,000	-	20,000	-	20,000	-	20,000
Bangor Primacy	-	-	3,500	3,500	-	-	3,500	3,500
Belfast: St Brendan's	-	-	5,000	5,000	-	-	10,000	10,000
West Winds Newtownards	17,500	-	2,500	20,000	1,000	-	-	1,000
Various Parishes - COI Orphans COVID Grant	-	-	-	-	-	-	3,600	3,600
Various Parishes - COI Orphans Sunday School Grant	-	-	16,000	16,000	-	-	-	-
Diocesan Rejuvenation Fund - St Brendan's	-	-	5,000	5,000	-	-	-	-
Diocesan Rejuvenation Fund - Gillnahirk	-	-	5,000	5,000	-	-	-	-
Diocesan Rejuvenation Fund - Castlewellan	-	-	2,500	2,500	-	-	-	-
Diocesan Rejuvenation Fund - Kilcoo	-	-	2,500	2,500	-	-	-	-
Diocesan Rejuvenation Fund - St John's Lurgan	-	-	5,000	5,000	-	-	-	-
	17,500	20,000	47,000	84,500	1,000	20,000	17,100	38,100
<u>Grants for Diocesan & related activities</u>								
The HUB Belfast	-	3,000	-	3,000	-	3,000	-	3,000
Church Plant Fund	-	6,750	-	6,750	-	-	-	-
Ministry Apprenlice Scheme	-	5,000	-	5,000	-	-	-	-
Rejuvenation Fund	-	13,500	-	13,500	-	-	-	-
Lambeth Resolution Grant	-	9,248	-	9,248	-	-	-	-
	-	37,498	-	37,498	-	3,000	-	3,000
<u>RCB COVID Support to Parishes</u>								
COVID Grants	-	-	111,740	111,740	-	-	-	-
	-	-	111,740	111,740	-	-	-	-
	17,500	57,498	158,740	233,738	1,000	23,000	17,100	41,100

NOTES TO THE ACCOUNTS (CONT'D)

8 Ministry Support

	2022				2021			
	Designated Funds	Unrestricted Funds	Restricted Funds	Total	Designated Funds	Unrestricted Funds	Restricted Funds	Total
	£	£	£	£	£	£	£	£
<u>Clergy Support & Training</u>								
Curates' Children's Allowances	-	-	1,373	1,373	-	-	1,057	1,057
Pastoral Support	-	5,202	590	5,792	-	5,202	-	5,202
Clergy Conference	-	5,714	3,827	9,541	-	422	-	422
Sabbaticals	-	1,500	2,916	4,416	-	-	525	525
	-	12,416	8,706	21,122	-	5,624	1,582	7,206
<u>Training & Professional Development</u>								
Book Vouchers	-	-	2,475	2,475	-	-	2,250	2,250
Lay Ministry Education	-	5,346	-	5,346	-	16,983	-	16,983
Foundation Year grants	-	-	1,743	1,743	-	-	-	-
Diocesan Evangelists	-	2,176	198	2,374	-	2,760	-	2,760
Education courses	-	1,196	-	1,196	-	1,883	-	1,883
Continual Ministerial Education	-	8,635	-	8,635	-	2,353	-	2,353
Ordained Local Ministry	-	1,295	-	1,295	-	5,791	-	5,791
Bible courses & training	-	1,638	13,382	15,020	-	-	2,945	2,945
Other	-	1,075	-	1,075	-	512	246	758
	-	21,361	17,798	39,159	-	30,282	5,441	35,723
Total	-	33,777	26,504	60,281	-	35,906	7,023	42,929

9 Project Delivery

	2022	2021
	£	£
Bishops Ministry Fund Expenditure	24,248	39,679
Church Plant Expenditure	373,522	278,947
Communications	34,920	40,054
Council for Mission	-	8,456
Cover Duty	22,965	14,075
Diocesan In-Service Fund	-	235
Prison Chaplaincy	12,035	19,205
Scheme Income payments	17,211	16,678
St Brendans & St Clements	36,674	59,916
Youth & Children	162,861	188,811
	684,436	666,056

NOTES TO THE ACCOUNTS (CONT'D)

10 Support Cost Breakdown

	Total Costs 2022	Total Costs 2021
	£	£
Down and Dromore and Connor Joint Committee Expenses	60,791	61,401
Net movement in Joint Committee during the year	(34,761)	10,421
Diocesan functionaries' expenses	15,946	13,907
Staff salaries	160,388	156,796
Staff secondment, paid to parish	6,220	6,039
Diocesan Surveyor	19,009	11,847
House costs	2,250	1,823
Diocesan Synod Costs	6,106	4,144
Audit and accountancy fees	8,580	8,880
Legal Expenses	33,269	11,990
Professional services	3,366	5,202
Removal grant	13,863	12,694
Bank fees	616	437
Insurance	2,030	1,487
Depreciation	5,279	5,587
IT & Photocopying	5,347	6,909
Contact management system	8,113	15
Sundry	5,613	3,756
	<u>322,025</u>	<u>323,335</u>

11 Other expenditure

	2022	2021
	£	£
Provision for bad debts	(59,683)	(22,283)
Stipends	209,589	223,741
Legal defence insurance	7,381	6,534
Diocesan Cathedrals	-	22,238
	<u>157,287</u>	<u>230,230</u>

12 Net movement in funds

	2022	2021
	£	£
Net movement in funds is stated after charging:		
Auditors remuneration	4,800	4,800
Depreciation	5,279	5,587
	<u>4,800</u>	<u>4,800</u>

NOTES TO THE ACCOUNTS (CONT'D)

13 Staff costs

Joint Committee staff:	<u>2022</u>	<u>2021</u>
	£	£
Wages and salaries	86,556	117,366
Employer's NIC	8,497	10,099
Pension Costs	6,293	9,303
	<u>101,346</u>	<u>136,768</u>
Down and Dromore staff:	<u>2022</u>	<u>2021</u>
	£	£
Wages and salaries	161,371	144,181
Employer's NIC	13,562	11,630
Pension Costs	12,535	11,428
	<u>187,468</u>	<u>167,239</u>
Church Plant and Parish Worker staff:	<u>2022</u>	<u>2021</u>
	£	£
Wages and salaries	204,262	174,230
Employer's NIC	15,626	13,002
Pension Costs	16,269	15,053
	<u>236,157</u>	<u>202,285</u>
Prison Chaplain:	<u>2022</u>	<u>2021</u>
	£	£
Wages and salaries	10,532	-
Employer's NIC	306	-
Pension Costs	-	-
	<u>10,838</u>	<u>-</u>
Total staff costs:	<u>2022</u>	<u>2021</u>
	£	£
Wages and salaries	462,721	435,777
Employer's NIC	37,991	34,731
Pension Costs	35,097	35,784
	<u>535,809</u>	<u>506,292</u>

No employee received emoluments of more than £60,000 (2021: None)

Key Management Personnel

The total amount of employee benefits received by key management personnel in the period was £91,353 (2021: £88,277). The Council considers its key management personnel comprises of the Diocesan Secretary and Diocesan Development Officer.

Trustee remuneration and expenses

The Diocese of Down and Dromore paid allowances, gifts and expenses to Diocesan Council Members amounting to £8,545 (2021: £6,269). No charity Trustee received payment for professional or other services supplied to the charity (2021: £nil).

The average number of persons paid by the organisation during the year was:

	<u>2022</u>	<u>2021</u>
Joint Committee staff	4	5
Down and Dromore staff	5	5
Church Plant staff	8	8
Prison Chaplain	1	-
Parish worker	-	1
	<u>18</u>	<u>19</u>

NOTES TO THE ACCOUNTS (CONT'D)

Diocesan administration has been restructured with new arrangements implemented in early 2017. This means that the Diocese no longer shares joint administration with the Diocese of Connor, but instead has its own staff operating in new roles designed both to modernise and improve the management of Diocesan business and to reduce costs. It should be noted that a number of Down and Dromore staff have been contracted to the Diocese of Down and Dromore & Connor Joint Committee. In October 2022 those Down & Dromore staff employed by the Joint Committee had new contracts issued and became employees of the Diocese of Down & Dromore. As a result the Joint Committee payroll was closed from this date and the amounts detailed above reflect this change in payrolls in 2022. The salary costs of these four staff paid through the Down and Dromore payroll to September 2022 amount to £101,346 (2021: £136,767).

The Diocese also facilitated the payment of eight Church Plant workers and one Prison Chaplain, the total salary costs of these workers totalled £246,994 (2021: 202,285) The Diocese is reimbursed by the relevant Church Plant/parish and Northern Ireland Prison Service for the salary costs incurred.

14 Tangible fixed assets

	Equipment, Fixtures & Fittings £
Cost or valuation:	
At 1 January 2022	36,005
Additions	-
At 31 December 2022	36,005
Depreciation:	
At 1 January 2022	14,887
Charge for year	5,279
At 31 December 2022	20,167
Net book value:	
At 31 December 2022	15,838
At 31 December 2021	21,118

No assets were held under finance leases or hire purchase contracts

15 Investments

	Listed Investments £	Property Investments £	Total Investments £
Market Value at 1 January 2022	2,454,923	222,850	2,677,773
Additions at Cost	-	-	-
Disposals	-	-	-
Revaluation	-	-	-
Realised/unrealised gains/(losses)	(229,440)	-	(229,440)
Market Value at 31 December 2022	2,225,483	222,850	2,448,333
Cost of Investments	1,153,541	200,000	1,353,541

**CHURCH OF IRELAND DIOCESE OF DOWN AND DROMORE
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022**

NOTES TO THE ACCOUNTS (CONT'D)

15 Investments (cont'd)

Managing Funds	Trust Details	Investments Held by RCB	Investments Held by CIT	Land & Buildings	Total Capital 2022	Total Capital 2021
	Sundry	-	33,772	-	33,772	38,551
	Sundry	48,789	67,320	-	116,109	129,423
	JH Smythe Bequest	3,954	-	-	3,954	4,261
	JA Stewart Bequest	8,947	-	-	8,947	9,642
	Sundry	-	177,740	-	177,740	202,887
	Sundry	-	46,871	172,850	219,721	226,353
	Sundry	40,764	100,849	-	141,613	159,049
	Capital Fund	-	785	-	785	895
	Permanent Fund	-	72,140	-	72,140	82,346
	Sundry	-	35,730	-	35,730	40,784
	Sundry	-	1,688	-	1,688	1,927
	Sundry	25,105	128,616	-	153,721	173,870
	Clerical Income Augmentation Fund	2,800	1,040	-	3,840	4,205
	Sundry	804,809	75	-	804,884	867,434
	Sundry	51,895	96,375	-	148,270	165,937
	Ewart No 1	125,798	-	-	125,798	135,573
	Ewart No 2	226,591	-	50,000	276,591	294,199
	Widows of Clergy	-	13,995	-	13,995	15,975
	Bishops Ministry	-	109,035	-	109,035	124,462
	Bishops Ministry	-	109,035	-	109,035	124,462
	Chichester Bequest	-	109,035	-	109,035	124,462
		1,339,452	886,031	222,850	2,448,333	2,677,773
		416,510	737,031	200,000	1,353,541	1,353,541

Historical Cost at 31 December 2022

Land and Buildings – The Diocese of Down and Dromore has a 47% (£72,820) equity interest in the property held at 23 Mandeville Manor, Craigavon. The Title Deeds of such are held by the Representative Church Body. The property is held at market value following a valuation that carried out in June 2019 by Gareth McQuilty of Michael Hannath Ltd, 8 Bridge Street, Portadown BT62 1JD.

The Diocese of Down and Dromore has a 21.28% (£50,000) equity interest in the property held at 91 Richmond Drive, Tandragee. The title deeds of such are held by the Representative Church Body. The property is held at cost value. The Diocese of Down and Dromore has a 34.19% (£100,000) equity interest in the property held at 21 Laurel Bank Manor, Moneyreagh. The title deeds are also held by the Representative Church Body.

The investments held by the Representative Church Body and the Church of Ireland Trustees are either listed on a recognised Stock Exchange or invested in unit trusts which are themselves so invested. The market value is the quoted mid-price on the 31 December 2022. All CIT investments were folded into the new CIT Unit Trust on the 1st July 2011, the book cost for all holdings was uplifted to market value at that date.

NOTES TO THE ACCOUNTS (CONT'D)

16 Joint Committee with Connor Diocese

JOINT INCOME & EXPENDITURE ACCOUNT	2022	2021
	£	£
INCOMING RESOURCES		
Rents and Contributions	187,339	186,195
Investment Income/Bank Interest	-	-
Other Income	-	5,922
	187,339	192,117
RESOURCES EXPENDED		
Wages & Salaries	34,567	33,416
Office & Building Maintenance	19,212	33,897
House Running Costs	63,481	145,645
Depreciation	5,646	7,492
	122,906	220,450
Net movement in funds	64,433	(28,333)
NET INCOMING RESOURCES		
Share of net incoming resources due to Dioceses of Down and Dromore	32,217	(14,167)
Share of net incoming resources due to Diocese of Connor	32,217	(14,167)
Balance at 1 January 2022	205,185	233,518
Balance at 31 December 2022	269,618	205,185
BALANCE SHEET AT 31 DECEMBER 2022		
FIXED ASSETS		
Tangible Assets:		
Share owned by Diocese of Connor	758,843	761,388
Share owned by Diocese of Down and Dromore	758,843	761,388
NET CURRENT LIABILITES		
Share owned by Diocese of Connor	88,954	54,193
Share owned by Diocese of Down and Dromore	88,954	54,193
	1,695,594	1,631,162
RESERVES		
Diocese of Connor	847,797	815,581
Diocese of Down and Dromore	847,797	815,581
	1,695,594	1,631,162

These figures do not form part of the Diocese of Down and Dromore accounts and are only shown here as the Diocese of Down and Dromore have a 50% share in the Diocese of Down and Dromore & Connor Joint Committee.

NOTES TO THE ACCOUNTS (CONT'D)

17 Debtors

	2022	2021
	£	£
Debtors	95,581	218,271
Provision for doubtful debts	(56,954)	(160,903)
Joint Committee	88,954	54,193
Representative Church Body	174,160	192,000
Prepayments	10,890	20,820
	312,631	324,381

The balance of £174,160 with the Representative Church Body is in relation to the purchase of property for the Moneyreagh Church Plant.

18 Cash & Bank

	2022	2021
	£	£
Funds held at:		
Representative Church Body	416,844	399,786
Nationwide Building Society	17,476	17,361
Banks	922,804	685,289
	1,357,124	1,102,436

19 Creditor: amounts falling due within one year

	2022	2021
	£	£
Accruals	22,411	35,045
Loan from RCB	128,763	-
Bank loans and overdrafts held at:		
Danske Bank	16,392	15,481
RCB	546	12,098
	168,112	62,624

20 Creditor: amounts falling due more than one year

	2022	2021
	£	£
Bank loans – Danske Bank	157,768	170,714
Representative Church Body	100,000	228,763
	257,768	399,477

The Danske Bank loan is repayable at a rate of interest of 6.00% over Danske Bank Reference Rate, with 8 years repayments remaining.

The Representative Church Body Grant was made towards the initial acquisition and development costs of the new Church of Ireland House. This grant is due to be repaid pro rata to initial acquisition and development costs in relation to any profit proceeds if the property is ever disposed of by sale or lease and not replaced on a similar scale for similar purposes.

CHURCH OF IRELAND DIOCESE OF DOWN AND DROMORE
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE ACCOUNTS (CONT'D)

21 Funds

	Balance at 1 January 2022 £	Income £	Expenditure £	Gains/(losses) in Investments £	Transfers & Allocations £	Balance at 31 December 2022 £	Balance relating to Investments £	Balance excluding investments £
DESIGNATED FUNDS								
General Church Plant	76,028	57,175	(22,449)	-	(28,842)	81,912	-	81,912
Total	76,028	57,175	(22,449)	-	(28,842)	81,912	-	81,912
UNRESTRICTED FUNDS								
Expenses	40,784	113,653	(346,759)	(5,055)	233,106	35,729	35,729	-
Development	226,353	21,188	(330,053)	(6,632)	208,865	119,721	119,721	-
Ministry	-	185	(9,478)	-	9,293	-	-	-
General	331,275	834,432	16,166	-	(618,733)	563,140	-	563,140
Development Office, Youth & Children	-	68,859	(158,853)	-	89,994	-	-	-
Diocese In-Service	-	9,560	(21,333)	-	11,773	-	-	-
Diocesan Communication	-	-	(34,920)	-	34,920	-	-	-
Council for Mission	-	714	(9,248)	-	8,534	-	-	-
Ordination	2,771	-	-	(238)	-	2,533	1,689	844
COI House	(39,465)	-	-	-	-	(39,465)	-	(39,465)
Total	561,718	1,048,591	(894,478)	(11,925)	(22,248)	681,658	157,139	524,519

**CHURCH OF IRELAND DIOCESE OF DOWN AND DROMORE
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022**

NOTES TO THE ACCOUNTS (CONT'D)

	Balance at 1 January 2022	Income	Expenditure	Gains/(losses) in investments	Transfers & Allocations	Balance at 31 December 2022	Balance relating to investments	Balance excluding investments
	£	£	£	£	£	£	£	£
RESTRICTED FUNDS								
COI House	(60,535)	-	-	-	-	(60,535)	-	(60,535)
Church Extension	231,676	6,004	-	(25,147)	-	212,533	177,740	34,793
Young Adults	41,955	1,141	(3,404)	(4,779)	-	34,913	33,772	1,141
Belfast Additional Clergy	159,505	4,104	-	(14,316)	-	149,292	129,010	20,283
Endowment	362,047	7,637	-	(27,753)	-	341,931	214,537	127,394
Superannuation	793,689	15,553	-	(45,050)	-	764,192	550,659	213,533
Parish Support	221,030	9,257	(5,000)	(20,513)	-	204,774	157,562	47,212
Bishops Ministry	182,801	40,172	(65,204)	(17,407)	22,248	162,611	123,030	39,581
Stipend	860,067	1,092,939	(1,048,004)	(62,550)	-	842,450	804,884	37,566
Social Services	3,005	-	-	-	-	3,005	-	3,005
Commissioned Workers	10,898	-	(3,500)	-	-	7,398	-	7,398
Diocesan Cathedrals	17,336	114	-	-	-	17,450	-	17,450
Dundrum Church Plant	28,132	52,956	(45,483)	-	-	35,605	-	35,605
Lower Braniel Church Plant	10,405	43,558	(49,236)	-	-	4,727	-	4,727
Moneyreagh Church Plant	114,737	136,021	(136,708)	-	-	114,050	-	114,050
Killough Church Plant	-	18,925	(18,608)	-	-	317	-	317
Titanic Church Plant	-	39,361	(68,203)	-	28,842	-	-	-
Tullycarnet Church Plant	26,288	29,898	(47,618)	-	-	8,568	-	8,568
General Church Plant	21,617	17,500	(2,500)	-	-	36,617	-	36,617
Rejuvenation	1,208	20,774	(20,174)	-	-	1,808	-	1,808
Outreach Asylum Seekers & Refugees	-	11,560	(200)	-	-	11,360	-	11,360
Forge	-	53,753	(2,343)	-	-	51,410	-	51,410
Total	3,025,861	1,601,226	(1,516,185)	(217,516)	51,090	2,944,476	2,191,193	753,283

See note 21 for details on the split between cash and investment balances.

With there being no restrictions on the General Fund, transfers have been made from this fund to cover the year-end deficits in a number of unrestricted funds.

The negative balance in Unrestricted Funds of £39,465 and within Restricted Funds of £60,535 relate to the loan from the RCB for acquisition and development costs of Church of Ireland House and will be repaid from the proceeds of any future sale of this asset.

NOTES TO THE ACCOUNTS (CONT'D)

Designated Funds

The details of the main elements that make up the various **Designated Funds** are as follows:

General Church Plant Fund – Support of the overall Church Plant work.

Unrestricted Funds

The details of the main elements that make up the various **Unrestricted Funds** are as follows:

Expenses Fund – The General Diocesan Office, Clergy Cover Duty, Prison Chaplaincy, Registry Fees, & St Brendan's and St Clement's Ministry cover.

Development Fund – Central Church Assessments, including Priorities Fund, grants in support of church development & Bishop's Office.

Ministry Fund – Pastoral Care, counselling & general support for those in Ministry

General Fund – Parish Assessments

Development Office, Youth & Children's Work – All activities relating to general Diocesan Development work, Youth & Children's support, including Camps, Confirmation W/End, Summer Madness, Youth Leadership & Mission Trips.

Companion Link – Support of link Diocese

Diocesan in Service Fund – Support of Clergy & those in Ministry - Continual Ministerial Education, Diocesan Readers, Bishop's Bible Course, Ordination retreats & Clergy Conference.

Diocesan Communication – The work of the Diocesan Communications Officer

Council for Mission – The work of the Council for Mission

Diocesan Ordination Fund – Support of Ordinands

COI House Fund – The development of Church of Ireland House, Belfast

Restricted Funds

The details of the main elements that make up the various **Restricted Funds** are as follows:

COI House Fund – The development of Church of Ireland House, Belfast

Church Extension Fund – Support for Church extension work.

Young Adults Fund – To support young adults work within the Diocese

Belfast Additional Clergy – Support for Additional Clergy in the Greater Belfast Area

Endowment Fund – General support of the Diocese in line with original trust deeds

Superannuation Fund – For the support of Clergy Pensions within the Diocese in line with original trust deeds

Parish Support Fund – Support of Poor Parishes as the Council may decide

Bishop's Ministry Fund – Support of the Bible Week, Confirmations, Ordinations, St Patrick's Day celebrations and Clergy Conference.

Stipend Fund – Clergy Pensions, Stipends & child allowances to curates

Social Services Fund – Support of Social programmes within the Diocese

Commissioned Workers Fund – For the support of women in 'Commissioned posts' within the Diocese.

Diocesan Cathedrals Fund – Support of Down Cathedral and Dromore Cathedral

Dundrum Church Plant Fund – Support for the Church Plant work in Dundrum

Lower Braniel Church Plant Fund – Support for the Lower Braniel Church Plant

Moneyreagh Church Plant Fund - Support for the Moneyreagh Church Plant

Killough Church Plant Fund – Support of the Church Plant work in Killough

Titanic Church Plant Fund – Support for the work in Titanic Church

Tullycarnet Church Plant Fund – Support of the Church Plant work in Tullycarnet

General Church Plant Fund – Restricted Church Plant support

Rejuvenation Fund - For the support of churches committed to revitalisation of their ministries & outreach

Outreach to Asylum Seekers & Refugees – Support of the outreach to Asylum Seekers & Refugees

Forge – Support for the Diocesan Ministry Apprenticeship Scheme

NOTES TO THE ACCOUNTS (CONT'D)

21 Funds (cont'd)

	Designated Funds £	Unrestricted Funds £	Restricted Funds £	Total £
Net incoming / (outgoing) resources	34,726	154,113	85,041	273,880
Transfers	(28,842)	(22,248)	51,090	-
Increase in market value of investments	-	(11,925)	(217,516)	(229,441)
	5,884	119,940	(81,385)	44,439
At 1 January 2022	76,028	561,718	3,025,861	3,663,607
At 31 December 2022	81,912	681,658	2,944,476	3,708,046

22 Analysis of net assets between funds

	Fixed Assets £	Investment Assets £	Current Assets £	Long Term Liabilities £	Total £
Designated funds	-	-	81,912	-	81,912
Unrestricted funds	15,838	157,140	548,145	(39,465)	681,658
Restricted funds	-	2,291,193	871,586	(218,303)	2,944,476
	15,838	2,348,333	1,501,643	(257,768)	3,708,046

23 Pension costs

Defined contribution scheme

The Diocesan Council operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the organisation in an independently administered fund. The pension cost and charge represents contributions payable by the Council to the fund and amounted to £26,409 (2021: £26,481).

The Down and Dromore & Connor Joint Committee operates a defined contribution scheme and a separate targeted group personal pension scheme. The scheme does not guarantee the level of benefits achieved by members. The assets of the scheme are held separately from those of the Joint Committee in an independently administered fund. The pension costs charge represents contribution payable by the Joint Committee to the fund and the costs of death in service benefits for employees and mounted £8,688 (2021: £9,303)

NOTES TO THE ACCOUNTS (CONT'D)

24 Reconciliation of Operating Surplus to Net Cashflow from operating Activities

	2022	2021
	£	£
Net incoming resources for the year	44,439	435,933
Depreciation	5,279	5,587
(Decrease)/increase in creditors	(12,635)	18,416
Decrease/(increase) in debtors	11,752	(178,250)
Investment income receivable	(75,553)	(67,989)
Gains on investments	229,441	(245,397)
	(202,723)	(31,700)
Net cash inflow/(outflow) from operating activities	(202,723)	(31,700)

25 Related Party Transactions

During the year ended 31 December 2022, The Diocese of Down and Dromore paid allowances, gifts and expenses to Diocesan Council Members amounting to £8,545 (2021: £6,269).

The parishes of St Donard's and Seapattrick each received £3,110 to reflect the work carried out on Diocesan business by the Archdeacon of Down and the Archdeacon of Dromore respectively.

The Diocese of Down and Dromore carries out transactions with a number of connected organisations within the Church of Ireland, these being the Diocese of Down and Dromore & Connor Joint Committee, the Representative Church Body, the Church of Ireland Trustees, the Church of Ireland Orphans & Children's Society for the Counties of Antrim & Down, the Church of Ireland Priorities Fund and New Wine. The Diocese of Down and Dromore is connected with the above bodies by virtue of a number of Diocesan Council members being representatives on the decision making bodies of these organisations. During the year transactions with these bodies amounted to income of £267,227 (2021: £102,035) and expenditure of £1,296,882 (2021: £1,282,993). At the year end, amounts owing from connected organisations amounted to £20,067. Amounts owed to connected organisations amount to £129,309.

The Diocese of Down and Dromore has a 50% stake in the Joint Committee.

26 Contingent Liabilities

A contingent liability exists where the Diocese has to pay the Stipend payments to the RCB for Parishes when they are unable to cover the costs of their Incumbent's Stipend. This is monitored by the Council on a regular basis.