

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES

Company Limited by Guarantee Number 7151646
Registered Charity Number 1134449

ANNUAL REPORT AND ACCOUNTS

for the year ended

31ST MARCH 2014



Willson House
25 Derby Road
Nottingham
NG1 5AW

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NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Directors' Report for the year ended 31st March 2014

The Directors present their report and the accounts for the year ended 31 March 2014. The Directors who served during the year and up to the date of this report are set out on page 1.

The name of the charity is the "Nottingham Roman Catholic Diocesan Trustees".

LEGAL AND ADMINISTRATIVE INFORMATION

Company number 7151646
Charity number 1134449

Registered Office Willson House
25 Derby Road
Nottingham NG1 5AW

Directors Right Reverend M.P. McMahon OP, KC*HS, BSc, BD, MTh (resigned 30th April 2014)
Reverend Monsignor Canon T. P. McGovern Prot Ap, VG
Reverend Canon E. Jarosz
Reverend T. M. Moore
Reverend P.J. Guest BA, STL, PhL, VG
Reverend C. P. Thomas MEng, PhD, STL (resigned 24th September 2014)
Reverend M Hardy BA, STL
Mr M. Abbott MRICS
Miss K. Cohoon LIB
Mr M. Linnett FCA
Mr D. Wilson
Mr C. S. Sowman FCA

Nottingham Roman Catholic Diocesan Trustees is referred to as "the Diocese" in this Annual Report and Accounts.

His Lordship the Bishop, Right Reverend M.P. McMahon OP, KC*HS, BSc, BD, MTh, was appointed by His Holiness Pope Francis to be the Archbishop of Liverpool with effect from 1st May 2014.

Under the Articles of Association of the Diocese and in the absence of a Bishop the Chairman of the Board of Directors is the person on whom the governance of the Diocese devolves. On 6th May 2014 Monsignor Canon T.P. McGovern Prot Ap was elected by the College of Consultors to be the Diocesan Administrator until a new Bishop is appointed and he is therefore Chairman of the Board of Directors ex officio.

Building and Sites Committee and Health and Safety Committee

Right Reverend M.P. McMahon OP, KC*HS, BSc, BD, MTh (resigned 30th April 2014)
Reverend Monsignor Canon T.P. McGovern Prot Ap, VG
Reverend C. P. Thomas MEng, PhD, STL
Mr M. Abbott MRICS
Miss K. Cohoon LIB
Mr M.J. Linnett FCA (appointed 24th September 2014)
*Reverend J. Kyne VF
*Reverend P. McBrien

Sick and Retired Priests Fund Grants Committee

Reverend Monsignor Canon T. P. McGovern Prot Ap VG
Reverend P. J. Guest BA, STL, PhL, VG
Reverend T. M. Moore
Reverend C. P. Thomas MEng, PhD, STL (resigned 24th September 2014)
*Reverend Monsignor B. Dazeley (Bishop's Chaplain for Sick and Retired Priests)
*Reverend Canon C. Taylor (Assistant Bishop's Chaplain for Sick and Retired Priests)

*Non voting members.

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Directors' Report for the year ended 31st March 2014

LEGAL AND ADMINISTRATIVE INFORMATION (continued)

Moderator of the Curia and Episcopal Vicar for

Finance and Administration

Rev. C. P. Thomas MEng, PhD, STL (to 31st October 2014)

Rev P. J. Guest BA, STL, PhL, VG (from 1st November 2014)

Financial Secretary of the Diocese, Company

Secretary and Oeconomus

Mr E. S. Poyser BA, FCA

Professional advisers:

*Indicates organisations set up in co-operation with other Catholic Dioceses in England and Wales.

Main Bankers

Lloyds plc
Old Market Square
Nottingham NG1 6FD

Solicitors

Massers
15 Victoria Street
Nottingham NG2 6BT

Solicitors (Schools)

Browne Jacobson
Mowbray House
Castle Meadow Road
Nottingham NG2 1BJ

Auditors

Higson & Co
Statutory Auditor
White House
Wollaton Street
Nottingham NG1 5GF

Investment Managers

Quilter Cheviot (formerly Cheviot Asset Management)
1 Kingsway
London WC2B 6AN

Property Advisers

Spencer Birch
8 Clarendon Street
Nottingham NG1 5HQ

Insurers

*Catholic Church Insurance Association
Oakley House
Mill Street
Buckinghamshire HP20 1BN

*Catholic National Mutual Limited (incorporated in Guernsey)
Maison Trinity
Trinity Square
Guernsey GY1 4LP

Fuel Suppliers

*Inter Diocesan Fuel Management Limited
2 Park Row South
Birkenhead
Wirral CH43 4UX

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Directors' Report for the year ended 31st March 2014

LEGAL AND ADMINISTRATIVE INFORMATION (continued)

Stationery Suppliers

*Church Marketplace Limited
Vaughan House
46 Francis Street
London SW10 1QN

Pension Advisers

First Capital Independent Financial Advisers Limited
Resolution Close
Endeavour Park
Boston
Lincolnshire PE21 7TT

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Diocese as a charitable company, limited by guarantee, is governed under its Memorandum and Articles of Association. The Directors are the members of the company who also appoint new directors. Major decisions are made by the Directors. Other decisions may be delegated to committees or to individuals. Under the Articles the Bishop or the person on whom the governance of the Diocese falls may require that decisions with which he disagrees be not put into effect.

The affairs of the Diocese are conducted in accordance both with the national law of the United Kingdom and with the canon law of the Catholic Church. The canon law of the Catholic Church provides the internal rules under which it operates and specifically requires that the civil law is generally observed.

The Directors are responsible for the management of the charity under the national law. They also act as the Finance Committee of the Diocese under canon law. Under canon law the College of Consultors of the Diocese must be consulted before any major acts of administration and before any substantial alienation of property. The Financial Secretary has been appointed Oeconomus of the Diocese under canon law.

The Diocese co-operates with other Catholic dioceses and those of the Church of England. In particular, it contributes, with other Catholic dioceses, to a number of national organisations set up by the Catholic Bishops' Conference of England and Wales, principally, the Catholic Trust of England and Wales and the Catholic Safeguarding Advisory Service.

Sick and Retired Priests Fund

The Diocese is the trustee of the Sick and Retired Priests Fund and its accounts have been consolidated with the accounts of the Diocese. The Sick and Retired Priests Fund Grants Committee authorises its payments to or on behalf of the sick and retired priests of the Diocese on the basis of need. This fund maintains its separate identity as a charity (number 510119) in order to emphasise its special status.

OBJECTIVES AND ACTIVITIES

The Diocese of Nottingham comprises the major part of the East Midlands. It extends to the north from Marple Bridge on the outskirts of Manchester and south to Lutterworth, east to the Lincolnshire coast, and west to Burton-on-Trent. It includes the following civil administrative areas:

Counties - Nottinghamshire (other than the district of Bassetlaw), Derbyshire (other than the areas of Bamford, Chesterfield, Clowne, Dronfield, Eckington, Hathersage and Staveley), Leicestershire (other than those areas of Stamford and Market Harborough which are south of the River Welland), Lincolnshire (including the City of Lincoln and excluding the area east of the River Nene), Staffordshire (the area of Burton on Trent north of the River Trent)

Unitary Area Authorities - North Lincolnshire, North East Lincolnshire, Rutland

Cities - Nottingham, Derby and Leicester

Metropolitan Boroughs - Part of Stockport (the area of Marple Bridge, east of the River Etherow and the River Goyt).

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Directors' Report for the year ended 31st March 2014

OBJECTIVES AND ACTIVITIES (continued)

The objects of the Diocese are:

(1) The advancement of the Roman Catholic religion in the area of the Roman Catholic Diocese of Nottingham as determined under the laws of the Roman Catholic Church and in accordance with them.

(2) The advancement of any charitable purpose supported by the Roman Catholic Church in any part of the world.

The day to day work of the Diocese comprises largely activities of worship in parishes.

Grants are made by the Diocese to other charities in furtherance of its objectives. The chief of these are to the Nottingham Roman Catholic Diocesan Education Service, the Diocesan Sick and Retired Priests Fund, the Housekeepers Retirement Fund and the Diocesan Youth Service. Other grants may be made on application to the Board of Directors or by parishes subject to a monetary limit above which approval by the Board of Directors is also required.

Much of the work of the Diocese takes place in the parishes by volunteers.

STRATEGIC REPORT

ACHIEVEMENTS AND PERFORMANCE

The following statistics illustrate the situation of the Diocese.

Year to 31st December	2013	2012	2011	2010	2009	2008
Estimated Catholic Population	163,225	157,534	120,000	145,616	131,558	129,200
Mass Attendance	31,943	32,248	28,164	31,905	32,262	32,432
Baptisms	2,252	2,179	2,291	2,008	2,066	2,100
Receptions	168	931	251	206	218	212
First Communions	1,877	1,840	1,848	1,717	1,875	1,728
Confirmations	837	920	1,996	1,093	813	1,078
Marriages	375	359	407	365	364	383
Deaths	1,607	1,598	1,446	1,595	1,624	1,713

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Directors' Report for the year ended 31st March 2014

ACHIEVEMENTS AND PERFORMANCE (continued)

As at 5 th October	2014	2013	2012	2011	2010	2009
Diocesan Priests						
On active work in the Diocese	86	88	84	83	82	85
On active work outside the Diocese	3	3	2	1	1	1
On active work abroad	2	2	5	4	5	4
Chaplains to the Forces	1	1	1	1	1	1
Temporarily on sick leave	0	1	1	1	1	4
Retired	29	29	31	31	31	34
Other Priests						
Priests from other Dioceses/ Ordinariate	16	16	16	10	10	1
Foreign Chaplains	9	9	9	8	8	9
Regular Priests	43	43	45	45	45	45
Total Priests	189	192	194	184	184	184
Deacons						
On active work in the Diocese	35	36	35	38	38	38
On active work outside the Diocese	4	3	3	2	2	2
Retired	5	5	4	3	3	3
Total Deacons	44	44	42	43	43	43
Places of Worship						
Parish Churches	108	108	108	112	112	112
Other Public Churches and Chapels	40	40	38	40	40	40
Mass Centres other than Chapels	11	11	11	8	8	8
Convents	30	30	30	32	28	28
Total Places of Worship	189	189	187	192	188	188
Catholic Schools						
Primary	69	69	69	69	69	69
Secondary	16	16	16	17	17	17
Independent (all)	4	4	4	3	3	3
Total Catholic Schools	89	89	89	89	89	89

Additional information about the life of the Diocese is available in the Diocesan Year Book.

FINANCIAL REVIEW

The accounts of the Diocese distinguish between the Parishes of the Diocese and the Curia, which performs its central administration. The income of the Diocese is mainly from Parish collections, donations, legacies, grants and specific fundraising activities. The Curia is funded by the income from its investments, from interest on its own and from interest shared with the Parishes on cash balances and from the Diocesan Quota, a levy on the Parishes of the Diocese authorised by canon law.

Taking the Parishes' and the Curia's Unrestricted Funds together there is an underlying surplus of Net Incoming Resources particularly from the Parishes' Funds. The Curia's underlying objective is to make a small surplus each year.

Funding

The Directors are of the opinion that its assets are available and adequate to fulfil its obligations and to provide prudently for future expenditure.

It is the policy of the Directors that the unrestricted liquid reserves of the Diocese be between one and three years of its normal expenditure. As a separate juridical person under canon law each parish is responsible for determining its own reserves policy under the general responsibility of the Board.

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Directors' Report for the year ended 31st March 2014

FINANCIAL REVIEW (continued)

Grants

Grateful thanks are made to the Trustees of the Sir Harold Hood Charitable Trust for grants to individuals, to the Master of the Guild of Our Lady of Ransom for a grant for poor parishes and to an individual for making a substantial grant for the Cathedral choristers over a number of years. Many other individuals and organisations have made grants to parishes which have not been brought to the attention of the Directors and are therefore not formally mentioned here. Nevertheless both these and generous legacies have been very gratefully received and the thanks of the Directors are recorded for those who have made these kind gifts.

Other grants have been specifically notified by the following Parishes:
Trent and Dove Housing Limited (Holy Rosary Parish Burton on Trent)
Waste Recycling Grant (St Norbert's Parish, Crowle)
English Heritage (Good Shepherd Parish, Arnold)

Interest rates

During the year interest rates remained at historically low levels. As a net saver this has severely reduced the income of the Diocese.

Listed Investments

The listed investments are, with a minor exception, managed by the Investment Managers, in accordance with an investment policy approved by the Directors, in order to maximise the total return from them on a medium risk basis. These listed investments are held in the name of the Investment Manager's nominee company, on behalf of the Diocese. Additional funds were passed on to the Investment Manager during the year. The realised and unrealised gains on investments during the year were £281 thousand (2013: £709 thousand). The value of the listed and unlisted investments at the end of the year was £9,277 thousand (2013: £7,096 thousand).

The investment policy adopted by the Diocese provides for divestment to be required if it considers that a particular investment is not an appropriate holding for a Catholic diocese. The Diocese is a member of the Churches Investment Group, which is a group of religious charities which encourages high ethical standards in relation to public companies.

Sick and Retired Priests Fund

Although at present the income of the Sick and Retired Priest Fund, including a substantial grant from the Diocese, is adequate to meet its needs the Directors are aware of a large number of priests approaching the age of 75 at which a parish priest is required to offer his resignation to his ordinary, the Bishop or the Diocesan Administrator. Although the resignation does not have to be accepted, it is prudent to provide for the additional grants which may become payable. Accordingly, an appeal has been set up for the purpose of ensuring that sufficient funds will be available to support the sick and retired priests of the Diocese when they need it.

PLANS FOR FUTURE PERIODS

Parish Accounting

Internal control is being developed in order to improve the financial information available to the Diocese. At the same time consideration will be given about how the Curia can better support the parishes.

Quinquennial Property Inspection

It is intended that these will be commenced during the course of the current year.

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Directors' Report for the year ended 31st March 2014

PRINCIPAL RISKS AND UNCERTAINTIES

The main risks likely to affect the Diocese and their resolution are as follows:

Governance: The structure of the Diocese means that its parishes have some independence from it notwithstanding that their activities remain the responsibility of the Board of Directors. Information systems are established to monitor these activities where necessary.

Financial: The income of the Diocese is mostly by voluntary contributions but also from the return on its assets including cash balances held by parishes. Should these continue to decline it would have an adverse effect on the work of the Diocese.

An appeal has been set up for the support of the sick and retired priests of the Diocese. Should it not reach its target then there will be a continued financial liability for them.

Quinquennial inspections may reveal latent problems in the properties owned by the Diocese.

Operational: By operating over a larger area it can be difficult to communicate with the parishes of the Diocese. Use of electronic communications is ameliorating this.

External: Reputational risk may arise in particular from historical abuse cases.

Health and Safety

A Health and Safety Committee of the Board has been set up in order to monitor health and safety matters within the Diocese on its behalf. It will receive reports for parishes and make recommendations and set out requirements as appropriate in furtherance of these objectives.

Internal Audit Arrangements

An internal audit programme, in order to support parishes and to improve control, has been set up.

PUBLIC BENEFIT

"Faith alone will not save us without good works. We must also have hope and charity." (From The Catechism of Christian Doctrine). The mere believing of the truths of faith without any effect on our lives is valueless for eternal salvation. "The second commandment of all is to love thy neighbour as thyself". (Mark XII: 31, referring to Leviticus XIX:18).

In preparing the following the Directors have had regard to Charity Commission guidance on public benefit. The following refers to some principal activities of the Diocese for public benefit.

Seeking new followers:

Evangelising.

Provision of places of worship:

the provision and maintenance of buildings used for religious practice, including churches and meeting rooms used for related activities e.g. religious instruction for children,
the conducting of religious ceremonies e.g. the celebration of Masses as well as marriages, funerals and the provision of the sacraments generally,
the maintenance of public churchyards and cemeteries,
the provision and maintenance of religious or devotional artefacts and items used in religious services, rituals or practices, religious stained glass windows, other religious works of art within places of worship,
'passive advancement' (leaving religious buildings open for people to enter and benefit from personal spiritual contemplation).

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Directors' Report for the year ended 31st March 2014

PUBLIC BENEFIT (continued)

Raising awareness and understanding of religious beliefs and practices:

advancing religious doctrine and tenets of the Catholic faith,
producing and promoting religious books, information for the public, including providing religious resource centres and libraries,
promoting the study of religious teachings and practices and scriptures,
promoting religious narratives and/or doctrines through producing and performing musical liturgy,
providing religious instruction and supervision,
providing and supporting schools and educational establishments which provide education in accordance with the principles and practices of the Catholic Faith,
support of religious office holders for acting as such,
promoting prayer, praise and study.

Religious devotional acts:

visiting the sick and administering sacraments to the sick and dying.

Missionary and outreach work:

the provision of prison, hospital and university chaplaincy, prison and hospital visiting,
pastoral work,
cultural and community activities provided either in the place of worship or in the buildings attached,
gifts to schools, hospitals and relief of poverty in areas of need,
developing understanding regarding peace and human rights.

Religious communication:

sermons and religious seminars, talks, meetings and conferences, street and door-to-door communications.

Retreat and pilgrimage:

provision of property for retreats,
organising the holding of long or short stay retreats,
organising open pilgrimages where the pilgrimage is part of the public worship.

Advancing religion generally:

ecumenical meetings and conferences.

Other:

Specific reference is made to the use of Parish Halls by the public, family retreats, support of St Philip's (and other) multi faith centres, direct support of schools and hospitals in Africa and youth work (not limited to Catholics) and funding by the Mission Fund of young people to go to Africa to work in hospitals and in schools in past years.

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Directors' Report for the year ended 31st March 2014

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

In so far as the Directors are aware:

- there is no relevant audit information of which the charity's auditors are unaware; and
- the Directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

The law applicable to charities in England and Wales requires the Directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for that period. In preparing these financial statements, the Directors are required to:

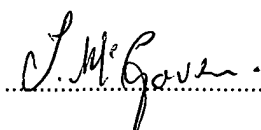
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with the applicable law and provisions of the trust deeds. The Directors are also responsible for safeguarding the assets of the charity and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

A resolution proposing the reappointment of Higson & Co will be put to the Members of the charity.

On behalf of the Board


.....

Rev T.P. McGovern, Diocesan Administrator and Chairman of the Board of Directors

Dated 10th December 2014

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES

We have audited the financial statements of Nottingham Roman Catholic Diocesan Trustees for the year ended 31st March 2014 which comprise the Group Statement of Financial Activities, the Group and Parent Charitable Company Balance Sheet, the Group Cash Flow Statement and the related notes. 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).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 9, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed auditor under the Companies Act 2006 and report in accordance with this Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the groups and the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Annual Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent charitable company's affairs as at 31st March 2014, and of the group's incoming resources and application of resources, including its income and expenditure, 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 Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES (CONTINUED)

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



David Wallwork BA ACA
(senior statutory auditor)
For and on behalf of Higson & Co
Statutory Auditor

White House
Wollaton Street
Nottingham
NG1 5GF

10th December 2014

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Group Statement of Financial Activities - year ended 31st March 2014

	<u>PARISHES</u>		<u>CURIA</u>		<u>Total</u> <u>£000s</u>	<u>Total 2014</u> <u>£000s</u>	<u>Total 2013</u> <u>£000s</u>
	<u>Note</u>	<u>Restricted</u> <u>£000s</u>	<u>Unrestricted</u> <u>including</u> <u>Designated</u> <u>£000s</u>	<u>Restricted</u> <u>Endowment</u> <u>Sep Charity</u> <u>£000s</u>			
Income and Expenditure Account							
INCOMING RESOURCES	2 & 3						
Incoming resources from generated funds:							
Voluntary income		7,431	52	663	715	8,146	8,138
Activities for generating funds		548	-	-	-	548	537
Investment income		260	286	274	560	820	792
Incoming resources from charitable activities		360	263	18	281	641	530
Other incoming resources		50	-	-	-	50	-
Total Incoming Resources		8,649	601	955	1,556	10,205	9,997
RESOURCES EXPENDED	2 & 3						
Costs of generating funds:							
Costs of generating voluntary income		104	-	-	-	104	99
Investment management costs		-	25	-	25	25	25
Charitable activities		7,341	1,285	490	1,775	9,116	8,249
Governance costs		-	50	-	50	50	50
Total Resources Expended		7,445	1,360	490	1,850	9,295	8,423
Net Incoming/ (Outgoing) Resources before transfers		1,204	(759)	465	(294)	910	1,574
TRANSFERS							
Transfers between funds	2 & 3	(988)	739	249	988	-	-
		216	(20)	714	694	910	1,574
Realised gains/(losses) on investments	7	-	-	208	208	208	281
Net income/(expenditure) for the year		£216	£(20)	£922	£902	£1,118	£1,855

The notes form part of these accounts.

The figures for 2014 and the comparative figures for 2013 are in respect of continuing operations.

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Group Statement of Recognised Gains and Losses - year ended 31st March 2014

	Note	PARISHES	CURIA		Total £000s	Total 2014 £000s	Total 2013 £000s
		Restricted £000s	Unrestricted including Designated £000s	Restricted Endowment Sep Charity £000s			
Income and Expenditure Account							
Net income/(expenditure) for the year		216	(20)	922	902	1,118	1,855
Unrealised gains/(losses) on investments	7	-	(4)	76	72	72	428
Net Movement of Funds		£216	£(24)	£998	£974	£1,190	£2,283
Accumulated funds							
Funds brought forward as originally reported		38,361	6,217	7,472	13,689	52,050	49,767
Movements in opening funds	13	-	-	-	-	-	-
Total recognised surplus for the year		216	(24)	998	974	1,190	2,283
Total funds carried forward		£38,577	£6,193	£8,470	£14,663	£53,240	£52,050

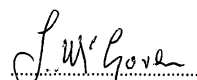
The notes form part of these accounts

The figures for 2014 and the comparative figures for 2013 are in respect of continuing operations.

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Consolidated and the Diocese Balance Sheets as at 31st March 2014

		PARISHES		CURIA		CONSOLIDATED		THE DIOCESE	
	Note	Restricted	Unrestricted	Restricted	Total	Total 2014	Total 2013	Total 2014	Total 2013
		£000s	including	Endowment	£000s	£000s	£000s	£000s	£000s
			Designated	Sep Charity					
			£000s	£000s	£000s				
Fixed assets									
Tangible Assets	6	25,707	3,187	-	3,187	28,894	29,003	28,894	29,003
Investments	7	1,844	2,279	7,850	10,129	11,973	9,792	9,795	8,351
Total fixed assets		27,551	5,466	7,850	13,316	40,867	38,795	38,689	37,354
Long term assets	8	-	1,494	-	1,494	1,494	1,552	1,494	1,552
Current assets									
Debtors and prepayments	9	349	122	-	122	471	624	471	624
Cash at bank and in hand		11,586	993	620	1,613	13,199	13,619	12,972	13,249
Total current assets		11,935	1,115	620	1,735	13,670	14,243	13,443	13,873
Liabilities									
Creditors due within 1 year	10	(210)	(283)	-	(283)	(493)	(341)	(493)	(341)
Net current assets/ (liabilities)		11,725	832	620	1,452	13,177	13,902	12,950	13,532
Total assets less current liabilities		39,276	7,792	8,470	16,262	55,538	54,249	53,133	52,438
Creditors due after one year	11	(731)	(1,567)	-	(1,567)	(2,298)	(2,199)	(2,298)	(2,199)
Intra diocesan balance		32	(32)	-	(32)	-	-	-	-
Net assets		£38,577	£6,193	£8,470	£14,663	£53,240	£52,050	£50,835	£50,239
The Funds of the Charity									
Separate charity		-	-	2,405	2,405	2,405	1,809	-	-
Endowment Funds		-	-	172	172	172	162	172	162
Restricted funds	38,577	-	-	5,893	5,893	44,470	43,865	44,470	43,862
Designated Funds		-	542	-	542	542	572	542	573
General Unrestricted Funds		-	5,651	-	5,651	5,651	5,642	5,651	5,642
Total Charity Funds		£38,577	£6,193	£8,470	£14,663	£53,240	£52,050	£50,835	£50,239

Approved by the Board of Directors on 10th December 2014



 Company Registration Number - 7151646

Reverend T. P. McGovern, Prot. Ap.
 Chairman of the Board of Directors.

The notes form part of these accounts.

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Group cash flow statement for the year ended 31st March 2014

	<u>2014</u> <u>£000s</u>	<u>2013</u> <u>£000s</u>
CASH GENERATED FROM OPERATIONS		
Operating surplus/(deficit)	910	1,574
Reconciliation to cash generated from operations:		
Depreciation	792	778
(Surplus)/ deficit on sale of tangible fixed assets	(50)	8
Amortisation of grants	(20)	(20)
Decrease/(increase) in long term assets	58	26
Decrease/(increase) in non cash current assets	153	(124)
Increase/(decrease) in creditors	152	(176)
Increase/(decrease) in long term creditors	119	-
	<u>2,114</u>	<u>2,066</u>
CASH FROM OTHER SOURCES		
Proceeds from sale of tangible fixed assets	50	7
Proceeds from sale of investments	726	3,518
Grants received	-	30
	<u>776</u>	<u>3,555</u>
APPLICATION OF CASH		
Purchase of tangible fixed assets	(682)	(825)
Purchase of investments	(2,626)	(4,400)
	<u>(3,308)</u>	<u>(5,225)</u>
NET INCREASE/ (DECREASE) IN CASH	(418)	396
Cash at bank and in hand at beginning of year	<u>13,617</u>	<u>13,221</u>
CASH AT BANK AND IN HAND AT END OF YEAR	<u>£13,199</u>	<u>£13,617</u>
 Consisting of:		
Money Market deposits	10,550	11,350
Bank balances	2,649	2,267
	<u>£13,199</u>	<u>£13,617</u>

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Notes and Accounting Policies for the year ended 31st March 2014

1. Accounting Policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and the preceding year except where stated.

1.1 Basis of Accounting

The financial statements are prepared under the historical cost convention as modified by the revaluation of certain fixed assets and in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005).

1.2 Basis of Consolidation

The consolidated accounts include those of the Diocese and the Sick and Retired Priests Fund for which it acts as trustee.

As stated in note 19 the Diocese holds a number of assets as trustee. The values of and transactions associated with those assets have been reported as stated in that note.

The Balance Sheet for the Diocese, excluding the balances attributable to the Sick and Retired Priests Fund, for which the Diocese acts as trustee, is shown on page 14 with the Consolidated Balance Sheet.

1.3 Funds

The accounts distinguish between those funds which are unrestricted income funds, and those which are restricted funds and special trusts. The unrestricted income funds may be used for any charitable purpose permitted under the Trust Deed. The designated funds have been designated by the Directors to a particular purpose; the designation may be later removed by them. The restricted funds and permanent endowment funds are required to be used for a specific purpose. There are restrictions on spending the capital of the permanent endowment funds.

The accounts further distinguish between the Parishes and the Curia. Under national law all of the affairs of the Diocese, including those of the Parishes, are those of the charity and are the responsibility of its Directors. Under canon law each Parish is a "Juridical Person" and its funds are required to be held separately for each Parish. Accordingly the funds described as Parishes' funds are restricted funds, unless, as in some cases, parishes occupy permanent endowment property held by the Diocese as trustee.

1.4 Incoming resources

Incoming resources are included in the Statement of Financial Activities on the basis of the amounts receivable for the year. Legacies are included when there is sufficient certainty of receipt as at the end of the year. Investment income is included when it is received. Gift Aid refunds are included for the year to which they relate.

1.5 Resources expended

Resources expended are recognised in the Statement of Financial Activities when a legal or constructive obligation has arisen.

1.6 Investments

Investments held as fixed assets (other than property investments) are revalued at mid-market value at the balance sheet date and the unrealised gain or loss is taken to the Statement of Total Recognised Gains and Losses. Unquoted investments are valued at cost; the income which would otherwise arise from them has been rebated to members.

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Notes and Accounting Policies for the year ended 31st March 2014 (continued)

1.7 Taxation

As a registered charity, the charity is exempt from taxation on its income and gains arising out of its charitable activities.

1.8 Tangible Fixed Assets

Investment land and buildings are stated in the accounts at the Directors' valuation.

Functional land and buildings held by the Parishes at 31 March 1996 and those held by the Curia at 31 March 1999 were re-valued, excluding land, using insurance values as the basis. Properties purchased since that time are included at cost, including land. As stated in note 6 the value of land and buildings used by the schools of the Diocese has not been included in the financial statements for the reason noted therein.

The contents of the buildings held by the parishes at 31st March 1996 were included from that date using insurance values as the basis.

Functional tangible fixed assets acquired since those dates, including contents, have been included at their cost or subsequent valuation.

Depreciation rates have been applied as follows in order to write off the assets concerned by equal annual instalments over their estimated useful lives:

Land	No depreciation
Buildings	2%
Contents of parish buildings	10%
Other fixed assets	10%

1.9 Pension Schemes

The Pension Scheme contributions are charged to the Income and Expenditure account as they are incurred.

1.10 Grants received

The grants received for expenditure which is capitalised are credited by equal annual instalments to the Statement of Financial Activities, over the same period as the related expenditure is depreciated subject to a maximum of 50 years. The amounts not yet credited in this way are carried forward in the balance sheet as a long-term liability. Grants received towards revenue expenditure are credited to income. All grants are included from the date on which they become receivable.

1.11 Activities

All of the activities of the Diocese are directed toward the salvation of souls. Accordingly further analysis of them or of supporting costs is not provided.

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Notes & Accounting Policies for the year ended 31st March 2014 (continued)

	<u>Total</u> <u>2014</u> <u>£000s</u>	<u>Total</u> <u>2013</u> <u>£000s</u>
2. Parishes		
<u>INCOMING RESOURCES</u>		
<u>Voluntary income:</u>		
Regular Collections	4,267	4,206
Collected for special purposes	690	542
Donations	699	761
Grants received	99	40
Legacies	514	782
Gift aid refunds	619	596
Other income	543	489
Totals	7,431	7,416
<u>Activities for generating funds</u>		
Fundraising	548	537
<u>Investment Income</u>		
Rents Receivable	260	233
<u>Incoming resources from charitable activities</u>		
Repository Income	328	357
Chaplaincy	32	29
Totals	360	386
<u>Other incoming resources</u>		
Profit on disposal of property	50	-
<u>Total incoming resources</u>	8,649	8,572
<u>RESOURCES EXPENDED</u>		
<u>Costs of generating funds</u>		
Fundraising costs	104	99
<u>Charitable activities</u>		
Expenditure out of special purpose income	677	536
Church & Hall costs	1,742	1,717
Presbytery & Housekeeping	920	864
Insurance	226	234
Major Maintenance	1,097	547
Clergy Payments	465	430
Staff costs	477	448
Office expenses	343	333
Travel, Conferences, Retreats	207	228
School contributions	71	20
Repository expenditure	194	226
Donations	177	160
Depreciation	726	718
Loss on disposal of property	-	8
Miscellaneous	19	164
Totals	7,341	6,633
<u>Total Resources Expended</u>	7,445	6,732
<u>Net Incoming Resources before Transfers</u>	1,204	1,840

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Notes & Accounting Policies for the year ended 31st March 2014 (continued)

	<u>Total</u>	<u>Total</u>
	<u>2014</u>	<u>2013</u>
	<u>£000s</u>	<u>£000s</u>
<u>2. Parishes (continued)</u>		
<u>INCOMING RESOURCES</u>		
<u>Net incoming/outgoing resources</u>		
Brought forward from previous page	<u>1,204</u>	<u>1,840</u>
 <u>TRANSFERS BETWEEN FUNDS</u>		
Interest received from Curia	63	103
Donations from Curia	18	15
Diocesan Quota	(1,001)	(991)
Interest paid to Curia	(20)	(27)
Donations to Curia	(48)	(12)
Totals	<u>(988)</u>	<u>(912)</u>
 <u>Net movement of funds</u>	<u><u>£216</u></u>	<u><u>£928</u></u>

The following parishes received grants from the Guild of Our Lady of Ransom

Burton on Trent	3
Shirebrook	3
Leicester Our Lady of Good Counsel	3
Brigg	2
Beeston	2
Boston	2
Nottingham University	2

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Notes & Accounting Policies for the year ended 31st March 2014 (continued)
3. Curia

	General £000s	Mission £000s	Designated £000s	Total Unrestricted £000s	Restricted £000s	Endowment £000s	Separate Charity £000s	Total Restricted Endowment Sep Charity £000s	Total 2014 £000s	Total 2013 £000s
INCOMING RESOURCES										
Voluntary income										
Donations	5	-	2	7	7	5	528	540	547	318
Gift Aid	-	-	-	-	-	-	9	9	9	18
Collections	-	-	-	-	60	-	1	61	61	54
Legacies	45	-	-	45	23	-	30	53	98	332
Totals	50	-	2	52	90	5	568	663	715	722
Investment income										
Rents Receivable	45	-	-	45	-	-	-	-	45	40
Dividends and interest	12	-	12	24	205	7	57	269	293	197
Money Market Interest	216	-	1	217	3	-	2	5	222	322
Totals	273	-	13	286	208	7	59	274	560	559
Incoming resources from charitable activities										
Miscellaneous income	217	-	9	226	18	-	-	18	244	101
Income from courses	-	37	-	37	-	-	-	-	37	43
Totals	217	37	9	263	18	-	-	18	281	144
Total incoming resources	540	37	24	601	316	12	627	955	1,556	1,425
RESOURCES EXPENDED										
Costs of generating funds										
Investment management costs	25	-	-	25	-	-	-	-	25	25
Charitable activities										
Costs of courses	-	35	-	35	-	-	-	-	35	42
Office and travel costs	116	23	29	168	6	-	-	6	174	136
Grants made	21	171	3	195	7	-	-	7	202	190
Staff costs	214	89	49	352	-	-	-	-	352	290
Clergy costs	64	-	-	64	-	5	204	209	273	295
Professional fees	29	-	21	50	-	-	-	-	50	19
Clergy Training fees	-	-	-	-	258	-	-	258	258	208
Child protection	68	-	-	68	-	-	-	-	68	61
Catholic Trust of England and Wales	71	-	-	71	-	-	-	-	71	73
Property maintenance	59	-	-	59	-	-	-	-	59	51
Depreciation	59	7	-	66	-	-	-	-	66	61
Miscellaneous	32	15	10	57	10	-	-	10	67	190
Provision for uninsured claims	100	-	-	100	-	-	-	-	100	0
Totals	833	340	112	1,285	281	5	204	490	1,775	1,616
Governance costs										
External audit fees	11	-	-	11	-	-	-	-	11	11
Apportioned salary cost	39	-	-	39	-	-	-	-	39	39
Totals	50	-	-	50	-	-	-	-	50	50
Total resources expended	908	340	112	1,360	281	5	204	490	1,850	1,691
resources c/f	(368)	(303)	(88)	(759)	35	7	423	465	(294)	(266)

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Notes & Accounting Policies for the year ended 31st March 2014 (continued)

3. Curia (continued)

	<u>General</u>	<u>Mission</u>	<u>Designated</u>	<u>Total</u>	<u>Restricted</u>	<u>Endowment</u>	<u>Separate</u>	<u>Total</u>	<u>Total</u>	<u>Total</u>
	<u>£000s</u>	<u>£000s</u>	<u>£000s</u>	<u>Unrestricted</u>	<u>£000s</u>	<u>£000s</u>	<u>Charity</u>	<u>Endowment</u>	<u>2014</u>	<u>2013</u>
	<u>£000s</u>	<u>£000s</u>	<u>£000s</u>	<u>£000s</u>	<u>£000s</u>	<u>£000s</u>	<u>£000s</u>	<u>£000s</u>	<u>£000s</u>	<u>£000s</u>
INCOMING RESOURCES										
Net incoming/outgoing resources										
Brought forward from previous page	(368)	(303)	(88)	(759)	35	7	423	465	(294)	(266)
TRANSFERS BETWEEN FUNDS										
Diocesan Quota	1,001	-	-	1,001	-	-	-	-	1,001	991
Interest received from parishes	20	-	-	20	-	-	-	-	20	27
Donations from parishes	-	-	-	-	-	-	48	48	48	12
Interest paid to parishes	(63)	-	-	(63)	-	-	-	-	(63)	(103)
Donations to parishes	-	-	-	-	(18)	-	-	(18)	(18)	(15)
Retired Priests Appeal	-	-	-	-	-	-	-	-	-	-
Sick and Retired Priests Fund	(90)	-	-	(90)	-	-	90	90	-	-
Other transfers	-	-	4	4	(4)	-	-	(4)	-	-
Legacy Fund	(45)	-	45	-	-	-	-	-	-	-
Poor and Needy Parishes	(133)	-	-	(133)	133	-	-	133	-	-
Totals	690	-	49	739	111	-	138	249	988	912
Realised gains/ (losses) on investments	(6)	-	6	-	175	1	32	208	208	281
Net income/ expenditure for the year	316	(303)	(33)	(20)	321	8	593	922	902	927
Unrealised gains/ (losses) for the year	(6)	-	2	(4)	71	1	4	76	72	428
Net movement of funds	£310	£(303)	£(31)	£(24)	£392	£9	£597	£998	£974	£1,355

The following grants, transfers and other payments have been made and are included above:

	<u>2014</u>	<u>2013</u>
	<u>£000s</u>	<u>£000s</u>
Housekeepers Retirement Fund	20	20
University chaplaincies	25	9
Nottingham Roman Catholic Diocesan Education Service	95	110
Diocesan Youth Service	30	30
Travelling People Mission	10	10
Sick and Retired Priests (to individuals)	188	230
Training of priests and deacons	258	208
Catholic Trust of England and Wales	71	73
Retired Priests Appeal Administration (Intra diocesan)	-	225
Sick and Retired Priests Fund (Intra diocesan)	90	90

A separate charity connected with the Diocese.
For University chaplaincies located within the Diocese.
A separate charity connected with the Diocese.
A separate charity connected with the Diocese.
Paid to a religious order of nuns.
Grants for sick and retired diocesan priests.
Paid to seminaries in the UK and abroad.
An organ of the Catholic Bishops' Conference of England and Wales.
A designated Fund established for the running of the Retired Priests Appeal.
A separate charity connected with the Diocese of which the Diocese is trustee.

Nottingham Roman Catholic Diocesan Education Service occupies property at Mackworth owned by the Diocese for which no rent is charged.

The Youth Service Trustees occupy property at Crich partly owned directly by themselves, partly jointly with the Diocese and partly owned directly by the Diocese for which no rent is charged.

No amounts were paid to the auditor other than the audit fees.

The Bishop is Chairman of the Catholic Trust of England and Wales and a director of it and the Company Secretary is also a director of it.

The Bishop, Rev M. Hardy, Rev C.P. Thomas and Mr D. Wilson are directors of the Diocese and of Nottingham Roman Catholic Diocesan Education Service.

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Notes & Accounting Policies for the year ended 31st March 2014 (continued)

4. Directors' Remuneration

No Director received remuneration as a director during the year. The Priests of the Diocese, including the Bishop, in their capacity as such, receive a fixed payment and retain Mass offerings, stole fees and Christmas and Easter collections, unless they choose not to do so. A Director who is a priest may be eligible for a grant from the Nottingham Diocesan Sick and Retired Priests Fund, which is included in the figures below if applicable. The amounts shown below are the amounts receivable by the directors in their capacity as Priests of the Diocese for a full year even if their appointment as director was only for a part of the year.

	<u>2014</u> <u>£000s</u>
Right Reverend M. McMahon OP, KC*HS, BSc, BD, MTh	12
Reverend Monsignor Canon T. P. McGovern Prot Ap, VG	13
Reverend P. J. Guest BA, STL, PhL, VG	8
Reverend Canon E. Jarosz	10
Reverend M. Moore	14
Reverend C. P. Thomas MEng, PhD, STL	7
Reverend M. Hardy BA, STL	14

The Diocese has purchased Directors' and Officers' Liability Insurance for its directors.
The Diocese re-imburses directors for expenses incurred in that capacity.

5. Staff and Clergy costs

	<u>2014</u>	<u>2013</u>
The following amounts have been charged in the accounts:		
<u>Parishes</u>	<u>£000s</u>	<u>£000s</u>
Staff costs	477	448
Clergy payments	465	430
	<u>£942</u>	<u>£878</u>
<u>Curia</u>		
Staff costs:		
Salaries	338	287
Employers' National Insurance	26	24
Stakeholder Pension Contributions	18	17
Staff Training	3	3
	<u>385</u>	<u>331</u>
Payments to individual Priests not in Parishes	57	62
	<u>£442</u>	<u>£393</u>

The average number of staff (excluding clergy) on a full time equivalent basis employed in the year was as follows:

Parishes	60	62
Curia	14	12

No employee received emoluments in excess of £60,000 per annum (2013: nil).

Priests are "Office holders" and are not employees of the Diocese and are therefore not included in the above analysis. The analysis of the numbers of Priests, excluding the Bishop, according to the work which they do is included in the Directors' Report.

The amounts charged to the Diocese for pension contributions were as follows:

	<u>£000s</u>	<u>£000s</u>
Priests Pension Scheme	9	9
Staff Stakeholder Scheme	18	17
	<u>£27</u>	<u>£26</u>

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Notes & Accounting Policies for the year ended 31st March 2014 (continued)

6. Tangible Fixed Assets

Parishes

	<u>Freehold Land & Buildings at Valuation £000s</u>	<u>Freehold Land & Buildings at Cost £000s</u>	<u>Contents £000s</u>	<u>Total 2014 £000s</u>
Cost or Valuation at 1st April 2013	26,962	6,662	1,420	35,044
Additions	107	242	27	376
Disposals	-	-	-	-
Total as at 31st March 2014	27,069	6,904	1,447	35,420
Depreciation as at 1st April 2013	6,958	724	1,305	8,987
Disposals	-	-	-	-
Charge for the year	567	140	19	726
Total as at 31st March 2014	7,525	864	1,324	9,713
Net Book Value at 31st March 2014	£19,544	£6,040	£123	£25,707
Net Book Value at 31st March 2013	£20,005	£5,936	£115	£26,056

Curia

	<u>Freehold Land & Buildings at Valuation £000s</u>	<u>Freehold Land & Buildings at Cost £000s</u>	<u>Long Leasehold £000s</u>	<u>Other Fixed Assets £000s</u>	<u>Total 2014 £000s</u>
Cost or valuation at 1st April 2013	1,808	1,358	201	68	3,435
Additions	-	161	145	-	306
Disposals	-	-	-	-	-
Cost or valuation at 31st March 2014	1,808	1,519	346	68	3,741
Depreciation and amortisation at 1st April 2013	239	149	32	68	488
Disposals	-	-	-	-	-
Charge for the year	36	23	7	-	66
Total as at 31st March 2014	275	172	39	68	554
Net Book Value at 31st March 2014	£1,533	£1,347	£307	£-	£3,187
Net Book Value at 31st March 2013	£1,569	£1,209	£169	£-	£2,947

The Directors have not included in the accounts the value of the land and buildings occupied by the schools of the Diocese. They have no day to day control over their use and no expectation of being able to dispose of them beneficially should their use as schools cease.

In the opinion of the Directors the market values of the properties are generally in excess of the values at which they are shown in the balance sheet.

A number of the churches and other buildings owned by the Diocese are listed. Some of the properties are held subject to covenants restricting use for a Church or school. Some of the parishes hold historic artefacts which it is not practical to have valued. Some of the properties are "Permanent Endowment" and held by the Diocese as trustee. No adjustment has been made to the values at which the Tangible Fixed Assets are stated in relation to any of these.

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES**Notes & Accounting Policies for the year ended 31st March 2014 (continued)****7. Investments**

	Total 2014 £000s	Total 2013 £000s
Parish Investment Properties		
Carrying value at 1st April 2013	1,844	1,753
Additions at valuation	-	91
Disposal proceeds	-	-
Loss on disposal	-	-
Carrying value at 31st March 2014	£1,844	£1,844

Curia Listed and Unlisted Investments

Carrying value at 1st April 2013	7,096	5,596
Additions at cost	2,626	4,309
Net disposal proceeds	(726)	(3,518)
Realised net gains/(losses)	208	281
Unrealised net gains/(losses)	73	428
Carrying value at 31st March 2014	£9,277	£7,096

Analysed by Type (at Market Value):

Fixed Interest	2,239	1,291
Equities	6,283	5,010
Alternative	433	283
Cash	322	512
	£9,277	£7,096

Analysed by Fund (at Market Value):

Unrestricted	1,088	-
Designated	339	331
Restricted	5,522	5,176
Permanent Endowment	150	148
Separate Charity	2,178	1,441
	£9,277	£7,096

Curia Investment Properties

Carrying value at 1st April 2013 and 31st March 2014	852	852
--	-----	-----

Curia Total Investments

£10,129	£7,948
----------------	---------------

Total Gains/Losses on Investments

Realised net gains/ (losses)	208	281
Unrealised net gains/ (losses)	73	428
	£281	£709

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Notes & Accounting Policies for the year ended 31st March 2014 (continued)

<u>Total</u>	<u>Total</u>
<u>2014</u>	<u>2013</u>
<u>£000s</u>	<u>£000s</u>

8. Long Term Assets

Curia

Inter-Diocesan Fuel Management Ltd (see note 15)	1,432	1,432
Loans for Schools	-	52
Loans to Clergy	61	67
Other long term assets	1	1
	<u>£1,494</u>	<u>£1,552</u>

9. Debtors and prepayments due within 1 year

Parish

Gift Aid	242	376
Prepayments	107	73
	<u>£349</u>	<u>£449</u>

Curia

Interest receivable	65	160
Sundry debtors and prepayments	57	15
	<u>£122</u>	<u>£175</u>

10. Creditors due within 1 year

Parish

Creditors and accruals	210	155
	<u>£210</u>	<u>£155</u>

Curia

Social security and other taxes	8	8
Creditors and accruals	275	178
	<u>£283</u>	<u>£186</u>

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES**Notes & Accounting Policies for the year ended 31st March 2014 (continued)****11. Long Term Liabilities - Creditors due after 1 year****Parishes**

Grants, which have been received or are receivable, in respect of new building work which is treated as capital expenditure are written back to the Parishes' Funds over the estimated life of the building, up to a maximum of 50 years. The amounts not yet written back are carried forward as a long term liability.

	<u>Total</u> <u>2014</u> <u>£000s</u>	<u>Total</u> <u>2013</u> <u>£000s</u>
Grants brought forward at 1 April 2013	751	741
Amount received in year	-	30
Amount written back in year	(20)	(20)
Grants carried forward at 31 March 2014	<u>£731</u>	<u>£751</u>
Curia		
Inter-Diocesan Fuel Management Ltd (see note 15)	1,390	1,390
Other long term liabilities	19	21
Amounts deposited with Curia	158	37
	<u>£1,567</u>	<u>£1,448</u>

12. Amounts owed to and from Parishes by the Curia

Each parish is required to hold money in excess of its immediate requirements in a separately designated account with the Curia. Out of this, loans are made to Parishes for approved building projects at a favourable interest rate which is currently 3% for existing projects and 6% for new ones. The amounts are deposited generally with the money market, although alternative short term fixed interest investments have been purchased during the year on the recommendation of the Diocese's investment managers.

The interest earned is partly retained by the Curia and partly passed on to the Parishes which hold such amounts held with the Curia, pro rata both to those amounts and to the periods for which they are held.

13. Prior Year Adjustments and Movements in Opening Funds**Curia**

	<u>Unrestricted</u> <u>including</u> <u>Designated</u> <u>£000s</u>	<u>Restricted</u> <u>Endowment</u> <u>Sep Charity</u> <u>£000s</u>	<u>2014</u> <u>£000s</u>	<u>2013</u> <u>£000s</u>
Balance at 1st April 2013	6,217	7,472	13,689	12,334
Adjustments for comparative year:				
Justice & Peace Commission	-	-	-	6
Diocesan Education Service Restricted Funds	-	-	-	(6)
Surplus for the year	(24)	998	974	1,355
Total	<u>£6,193</u>	<u>£8,470</u>	<u>£14,663</u>	<u>£13,689</u>

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Notes & Accounting Policies for the year ended 31st March 2014 (continued)

14. Summary of Designated, Restricted and Permanent Endowment Fund Movements.
Curia

	1st April 2013 £000s	Incoming Resources £000s	Resources Expended £000s	Transfers £000s	Investment Movements £000s	31st March 2014 £000s
Designated Funds						
Legacy Fund	352	12	-	45	7	416
Pilgrimage Administration	6	6	(10)	4	-	6
Holy Ghost Housekeepers	30	1	(5)	-	1	27
Ret'd Priests Appeal Administration	178	-	(95)	-	-	83
Justice & Peace	8	4	(2)	-	-	10
Total	574	23	(112)	49	8	542
Restricted Funds						
Clergy Formation Fund	4,692	246	(273)	-	213	4,878
Poor & Needy Parishes	499	59	-	115	22	695
Mission Fund	81	3	-	-	1	85
Lenten Masses	23	2	(3)	-	-	22
James Heneage	12	-	(5)	-	-	7
Lourdes Pilgrimage Fund	195	6	-	(4)	9	206
Total	5,502	316	(281)	111	245	5,893
Permanent Endowment						
Foundation Masses	134	12	(5)	-	2	143
Cathedral Choristers	27	1	-	-	1	29
Total	161	13	(5)	-	3	172
Separate Charity						
Sick and Retired Priests Fund	1,808	657	(204)	108	36	2,405
Total	£8,045	£1,009	£(602)	£268	£292	£9,012

The Curia Designated, Restricted and Permanent Endowment Funds and the separate charity are for the following purposes:

Designated Funds:

Legacy Fund	For legacies received for the Diocese to be used at the discretion of the Directors.
Pilgrimage Administration	For the administration of the Diocesan Pilgrimage to Lourdes.
Holy Ghost Housekeepers Fund	Support of housekeepers formerly employed by the Holy Ghost Fathers.
Ret'd Priests Appeal Admin.	Running costs of the Retired Priests Appeal.
Justice & Peace	For the activities of the Justice & Peace commission.

Restricted Funds:

Clergy Formation Fund	Education of priests and deacons, their on-going formation and fostering vocations.
Poor and Needy Parishes Fund	For the support of poor and needy parishes.
Mission Fund	For the support and assistance of mission activities.
James Heneage Fund	For the maintenance of the Chapel at Hainton Hall.
Lenten Station Masses Fund	For the Bishop's charitable purposes (within the Trust Deed).
Lourdes Pilgrimage Fund	Assistance to those wishing to make a pilgrimage to Lourdes.

Permanent Endowment Funds:

Foundation Masses	Payment of Mass offerings out of income for the intentions of donors.
Cathedral Choristers	Income used to support the choristers of St Barnabas Cathedral.

Separate Charity:

Sick and Retired Priests Fund	For the support of sick and retired priests of the Diocese.
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NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Notes & Accounting Policies for the year ended 31st March 2014 (continued)

15. Unlisted Investments and membership of other companies

The Diocese owns 4,000 out of 106,400 shares in the Catholic National Mutual, a mutual insurance company incorporated in Guernsey. The net assets of the company at 30th September 2013 were £28 million (2012: £29 million) and the profit for the year ended on that date was £4 million (2012: £2 million). The accounts for the year to 30th September 2014 are not expected to show amounts which are materially different.

The Diocese owns 1 share out of 9 issued and fully paid ordinary shares of Inter-Diocesan Fuel Management Ltd (IDFM). The net assets of the company at 31st March 2014 were £23 thousand (2013: £29 thousand). The loss for the year was £7 thousand (2013: rebated to members). IDFM was set up in conjunction with 8 other Catholic dioceses in order to purchase electricity and gas for Diocesan properties. The profits of IDFM are covenanted to the participating dioceses under deed. The sum due to IDFM at 31st March 2014 is £1,390 thousand (2013: £1,390 thousand). In addition to this, at 31st March 2014, long term assets include the amount of £1,432 thousand (2013: £1,432 thousand). This represents the payments made on account to IDFM by the Curia on behalf of the parishes and which are recoverable from IDFM. The amount due to IDFM at 31st March 2014 for fuel consumed but not yet charged is estimated at £70 thousand (2013: £98 thousand) and is included in the Parishes' Current Liabilities. Rev C. P. Thomas was a director of IDFM through the year and has resigned since the year end being replaced by the Company Secretary.

The Diocese is the sole member of Nottingham Roman Catholic Diocesan Education Service (NRCDES) a charitable company limited by guarantee, set up to take over its Diocese Education Service. Its directors are partly appointed by the Bishop and partly by the schools of the Diocese. Its results are accordingly not consolidated with those of the Diocese. As noted on page 21 a number of Directors of the Diocese are also directors of NRCDES.

16. Contingent Assets

The estimated value of legacies to which the Diocese will be entitled but which have not been included as Incoming resources at 31st March 2014 is £547 thousand (2013: £67 thousand).

17. Capital Commitments

Capital commitments at 31st March 2014 amounted to £177 thousand (2013: £745 thousand) in relation to building work in parishes.

18. Contingent Liabilities

In common with other organisations claims have been received from victims of abuse alleged to have taken place within the Diocese. Although these claims are technically out of time it has become the practice of the courts in recent years to waive time limits in these cases. Since historical insurance records going back to 1963 are not available it has not been possible for the Diocese to seek an indemnity from its insurers at the time of the alleged offences. Some insurance cover is available under the Diocese's current policies but should this be inadequate such claims may fall to be paid by the Diocese. Provision has been made in the accounts for the estimated costs of these claims to the Diocese after taking into account such insurance cover as is available. Should this provision be inadequate it is considered that the cost of these claims and related expenses can be met out of its reserves.

NOTTINGHAM ROMAN CATHOLIC DIOCESAN TRUSTEES
Notes & Accounting Policies for the year ended 31st March 2014 (continued)

19. Assets held as trustee

The Diocese holds the Poor Clares Convent at Bulwell, Nottingham as trustee although its beneficial ownership is uncertain. The value of this property is not included in these accounts.

The Diocese is the trustee of Nottingham Roman Catholic Diocesan Trustees, the former unincorporated trust, which remains in being to receive legacies which are passed on to the Diocese. This trust owns no assets beneficially.

The Diocese owns land at Crich with the Youth Service Trustees, occupied by them, costing £437 thousand in December 2011, in the proportion 75% Diocese and 25% Youth Service Trustees for which no rent is charged. The value of the land is included in Curia Investment Property in note 7.

The Diocese is the trustee of the Sick and Retired Priests Fund. Its results have been consolidated with those of the Diocese.

The Diocese owns the following properties, occupied by parishes, as trustee. The values of these properties are included with other parish owned property in note 6.

Permanent Endowment:	Date of governing document
Alvaston Parish Hall	10th August 1906
Earl Shilton Presbytery	7th April 1920
Ilkeston Presbytery	25th June 1906
St Philip Neri Parish Hall, Mansfield	12th March 1937
Holy Souls Presbytery and Parish Hall, Scunthorpe	7th January 1920
St Hugh's Presbytery, Broadgate Lincoln	Not Known
Eastwood Presbytery	6th August 1907
Eastwood Parish Hall	6th August 1907
Good Shepherd Presbytery, Arnold	9th July 1923
Good Shepherd Parish Hall	9th July 1923
St Philip Neri Presbytery, Mansfield	28th April 1908
St Mary's Presbytery, Glossop	22nd January 1964
Hadfield Presbytery	23rd December 1925
Hadfield Parish Hall	23rd December 1925
Marple Bridge Presbytery	23rd December 1925
Marple Bridge Parish Hall	15th September 1921
Market Harborough Presbytery	4th March 1876
Market Harborough Parish Hall	4th March 1876
Ashby de la Zouch Presbytery	19th May 1917
Whitwick Presbytery	22nd September 1902
Osgodby Mass House	3rd September 1985
Spalding Church	20th July 1876 & 24th April 2002
St Mary's Presbytery, Loughborough	3rd November 1840