

Ballyhoura Rural Services Company Limited by Guarantee
Annual Report and Audited Financial Statements
for the financial year ended 31 December 2019

Ballyhoura Rural Services Company Limited by Guarantee

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Ballyhoura Rural Services Company Limited by Guarantee

REFERENCE AND ADMINISTRATIVE INFORMATION

Directors	Carmel Fox Sr Helena Blackwell Martin Crowe John Murray Noreen Ryan Liam Duggan Cora Horgan (Resigned 29 October 2019) John Walsh
Company Secretary	Ballyhoura Development Company Limited by Guarantee
Charity Number	13108
Charities Regulatory Authority Number	20039936
Company Number	292996
Registered Office	High Street, Caherconlish, Co Limerick
Auditors	Liston Lonergan Meade 4th & 5th Floor Cornmarket Square Limerick Republic of Ireland
Bankers	AIB Lord Edward Street Kilmallock Co. Limerick Bank of Ireland Charleville Co. Cork Republic of Ireland

Ballyhoura Rural Services Company Limited by Guarantee

DIRECTORS' ANNUAL REPORT

for the financial year ended 31 December 2019

The directors present their Directors' Annual Report, combining the Directors' Report and Trustees' Report, and the audited financial statements for the financial year ended 31 December 2019.

The financial statements are prepared in accordance with the Companies Act 2014, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

The Directors' Report contains the information required to be provided in the Directors' Annual Report under the Statement of Recommended Practice (SORP) guidelines. The directors of the company are also charity trustees for the purpose of charity law and under the company's constitution are known as members of the board of trustees.

In this report the directors of Ballyhoura Rural Services Company Limited by Guarantee present a summary of its purpose, governance, activities, achievements and finances for the financial year 2019.

The company is a registered charity and hence the report and results are presented in a form which complies with the requirements of the Companies Act 2014 and, although not obliged to comply with the Statement of Recommended Practice applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015), the organisation has implemented its recommendations where relevant in these financial statements.

The company is limited by guarantee not having a share capital.

Mission, Objectives and Strategy

Mission

Our mission is to help alleviate isolation and loneliness in the community. We focus on being aware of isolation in all its forms and providing a practical personalised and progressive response. Often this will begin by listening and building trust before coming up with potential solutions. We advocate for our clients and link them in with services providing long-term sustainable supports.

Vision

Ballyhoura Rural Services CLG 's vision is that people are aware of the high quality support delivered by BRS, covering a branded range of services that is client centred, empowering and which is owned, valued and used by the community it seeks to serve.

Principal Activity

The principal activity of the company is to provide services to combat rural isolation.

Befriending Service

A one to one befriending service is provided to clients in their own homes from our offices in Caherconlish & Churchtown. The services is delivered through 2 Community Employment Schemes (39 staff and a volunteer programme (1 Coordinator and 12 Volunteers. These services are funded by the Department of Employment Affairs and Social Protection and the HSE respectively.

Expenditure for DSP purposes is split between materials, insurance, professional fees, gross wages, employers PRSI and participant development. This expenditure is vouched and submitted to DSP who will reimburse this expenditure through grant assistance. The two schemes straddle the financial year, and therefore there could be small deficits or surpluses from year to year.

Social Farm

BRS operates a social farm in Doon Co Limerick. This service has been in operation since February 2019. Services provided include, training in organic horticulture provided through a Local Training Initiative (2 staff) which is funded by Limerick Clare Education and Training Board. Bespoke training and experiential opportunities are also provided to community organisations and individuals. Day to day project and farm management is funded by Community Services Programme (CSP. 1 Farm Manager, 1 Administrator, 2 Farm Workers). The target groups for these services are young people who are affected by Mental illness and early school leavers.

- Financial support towards the cost of labour from DCRD via Pobal under a Community Services Programme (CSP).
- Capital grant under LEADER from DCRD via Ballyhoura Development and Limerick LCDC.

The company has also received philanthropic donations.

The company undertakes the delivery of various services for which fees are charged and the company also operates a Social Farm which has a trading income.

Objectives & Activities

To address isolation, physical, social, emotional and psychological in the East Limerick and North Cork region

To support and facilitate the development of services for socially excluded isolated people

To provide social outlets and services to combat isolation and loneliness and to improve the quality of life

Ballyhoura Rural Services Company Limited by Guarantee

DIRECTORS' ANNUAL REPORT

for the financial year ended 31 December 2019

To provide opportunities for unemployed persons to participate in worthwhile and meaningful projects, thereby improving their self confidence and self esteem

To enable participants to develop work skills by means of quality work experience, which will equip them to avail of job opportunities, which may arise with the business

To enhance the quality of life of individuals and communities

Achievements & Performances

BRS provides a befriending service to in excess of 166 clients each week.

BRS was voted Best Not for Profit Organisation 2019 at the North Cork Business & Tourism Awards 2019

Exceeded targets for transition to employment and education set by the DEASP for our Community Employment Schemes

Financial Review

The results for the financial year are set out on page and additional notes are provided showing income and expenditure in greater detail.

Financial Results

At the end of the financial year the company has assets of €495,887 (2018 - €434,564) and liabilities of €376,711 (2018 - €293,414). The net assets of the company have decreased by €(21,974).

Future Developments

Ballyhoura Rural Services CLG plans to continue its present activities and stakeholders of the company are kept as fully informed as practicable about developments within the business.

The company continues to develop the social farm at Doon Co. Limerick. There are longer term plans to create a suite of independent living apartments within the convent building co-located at Doon to provide sheltered accommodation for those who may require same. This is a substantial project in financial terms and is currently at early planning and concept stage.

Directors and Secretary

The directors who served throughout the financial year, except as noted, were as follows:

Carmel Fox
Sr Helena Blackwell
Martin Crowe
John Murray
Noreen Ryan
Liam Duggan
Cora Horgan (Resigned 29 October 2019)
John Walsh

In accordance with the Constitution, the directors retire by rotation and, being eligible, offer themselves for re-election.

The secretary who served throughout the financial year was Ballyhoura Development Company Limited by Guarantee.

Structure, Governance and Management

Ballyhoura Rural Services (BRS) was established in 2010 to tackle rural and social isolation in the Ballyhoura region. From the beginning, a desire to combat loneliness in all its forms has driven the organisation and our focus remains on offering a flexible and adaptable service, directed by the individual needs of the client.

The role of the Board is to manage the activities of the company and, to ensure that the company fulfils its aims, which include taking initiatives to relieve poverty, alleviate unemployment, provision of services to the elderly and the advancement of education.

Compliance with Sector-Wide Legislation and Standards

The company engages pro-actively with legislation, standards and codes which are developed for the sector. Ballyhoura Rural Services Company Limited by Guarantee subscribes to and is compliant with the following:

- The Companies Act 2014
- The Charities SORP (FRS 102)

Ballyhoura Rural Services Company Limited by Guarantee DIRECTORS' ANNUAL REPORT

for the financial year ended 31 December 2019

Auditors

The auditors, Liston Loneragan Meade have indicated their willingness to continue in office in accordance with the provisions of section 383(2) of the Companies Act 2014.


Statement on Relevant Audit Information

In accordance with section 330 of the Companies Act 2014, so far as each of the persons who are directors at the time this report is approved are aware, there is no relevant audit information of which the statutory auditors are unaware. The directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and they have established that the statutory auditors are aware of that information.

Accounting Records

To ensure that adequate accounting records are kept in accordance with Sections 281 to 285 of the Companies Act 2014, the directors have employed appropriately qualified accounting personnel and have maintained appropriate computerised accounting systems. The accounting records are located at the company's office at High Street, Caherconlish, Co Limerick.

Approved by the Board of Directors on 26th June 2020 and signed on its behalf by:



Carmel Fox
Director



John Murray
Director

Ballyhoura Rural Services Company Limited by Guarantee DIRECTORS' RESPONSIBILITIES STATEMENT

for the financial year ended 31 December 2019

The directors are responsible for preparing the financial statements in accordance with applicable Irish law and regulations.

Irish company law requires the directors to prepare financial statements for each financial year. Under the law the directors have elected to prepare the financial statements in accordance with the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council. Under company law, the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the company as at the financial year end date and of the net income or expenditure of the company for the financial year and otherwise comply with the Companies Act 2014.

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

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Statement of Recommended Practice: Accounting and Reporting by Charities (2015);
- make judgements and estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with the relevant financial reporting framework, identify those standards, and note the effect and the reasons for any material departure from those standards; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in operation.


The directors confirm that they have complied with the above requirements in preparing the financial statements.

The directors are responsible for ensuring that the company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the company, enable at any time the assets, liabilities, financial position and net income or expenditure of the company to be determined with reasonable accuracy, enable them to ensure that the financial statements and the Directors' Annual Report comply with Companies Act 2014 and enable the financial statements to be audited. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the directors are aware:

- there is no relevant audit information (information needed by the company's auditor in connection with preparing the auditor's report) of which the company's auditor is unaware, and
- the directors have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Approved by the Board of Directors on 26th June 2020 and signed on its behalf by:


Carmel Fox
Director


John Murray
Director

INDEPENDENT AUDITOR'S REPORT

to the Members of Ballyhoura Rural Services Company Limited by Guarantee

Report on the audit of the financial statements

Opinion

We have audited the company financial statements of Ballyhoura Rural Services Company Limited by Guarantee for the financial year ended 31 December 2019 which comprise the Statement of Financial Activities (incorporating an Income and Expenditure Account), the Balance Sheet, the Statement of Cash Flows and the related notes to the financial statements, including a summary of significant accounting policies set out in note 2. The financial reporting framework that has been applied in their preparation is Irish law and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102.

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the company as at 31 December 2019 and of its net incoming resources for the financial year then ended;
- have been properly prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", as applied in accordance with the provisions of the Companies Act 2014 and having regard to the Charities SORP; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014.

Basis for opinion

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

Conclusions relating to going concern

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

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

Other Information

The directors are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our Auditor's Report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2014

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

- 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; and
- in our opinion, the Directors' Annual Report has been prepared in accordance with the Companies Act 2014.

We have obtained all the information and explanations which we consider necessary for the purposes of our audit. In our opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited. The financial statements are in agreement with the accounting records.

Matters on which we are required to report by exception

Based on the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Directors' Annual Report. The Companies Act 2014 requires

INDEPENDENT AUDITOR'S REPORT

to the Members of Ballyhoura Rural Services Company Limited by Guarantee

us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions required by sections 305 to 312 of the Act are not made. We have nothing to report in this regard.

Respective responsibilities

Responsibilities of directors for the financial statements

As explained more fully in the Directors' Responsibilities Statement set out on page 7 the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Further information regarding the scope of our responsibilities as auditor

As part of an audit in accordance with ISAs (Ireland), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

Our report is made solely to the company's members, as a body, in accordance with Section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the 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 any responsibility to anyone other than the company and the company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

Brian Lonergan
for and on behalf of
LISTON LONERGAN MEADE
4th & 5th Floor
Cornmarket Square
Limerick
Republic of Ireland
26th June 2020

Ballyhoura Rural Services Company Limited by Guarantee

STATEMENT OF FINANCIAL ACTIVITIES

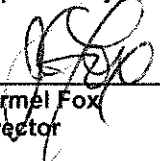
(Incorporating an Income and Expenditure Account)
for the financial year ended 31 December 2019

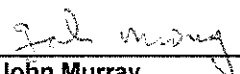
for the financial year ended 31 December 2019

	Notes	Unrestricted Funds 2019 €	Restricted Funds 2019 €	Total 2019 €	Unrestricted Funds 2018 €	Restricted Funds 2018 €	Total 2018 €
Income							
Charitable activities							
Program Income	3.1	-	609,674	609,674	-	525,698	525,698
Other trading activities	3.2	7,681	-	7,681	-	-	-
Other income	3.3	28,910	-	28,910	6,265	-	6,265
Total income		36,591	609,674	646,265	6,265	525,698	531,963
Expenditure							
Raising funds	4.1	2,063	-	2,063	-	-	-
Charitable activities	4.2	-	521,461	521,461	-	519,617	519,617
Other trading activities	4.3	58,008	57,639	115,647	-	-	-
Other expenditure	4.4	17,066	12,002	29,068	3,257	12,197	15,454
Total Expenditure		77,137	591,102	668,239	3,257	531,814	535,071
Net income/(expenditure)		(40,546)	18,572	(21,974)	3,008	(6,116)	(3,108)
Transfers between funds		-	-	-	-	-	-
Net movement in funds for the financial year		(40,546)	18,572	(21,974)	3,008	(6,116)	(3,108)
Reconciliation of funds							
Balances brought forward at 1 January 2019	18	141,150	-	141,150	143,701	557	144,258
Balances carried forward at 31 December 2019		100,604	18,572	119,176	146,709	(5,559)	141,150

The Statement of Financial Activities includes all gains and losses recognised in the financial year.
All income and expenditure relate to continuing activities.

Approved by the Board of Directors on 26th June 2020 and signed on its behalf by:


Carmel Fox
Director


John Murray
Director

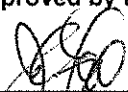
Ballyhoura Rural Services Company Limited by Guarantee

BALANCE SHEET

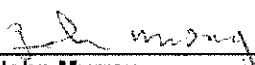
as at 31 December 2019

	Notes	2019 €	2018 €
Fixed Assets			
Tangible assets	10	<u>218,589</u>	<u>161,984</u>
Current Assets			
Debtors	11	39,865	3,114
Cash at bank and in hand		237,433	269,466
		<u>277,298</u>	<u>272,580</u>
Creditors: Amounts falling due within one year	12	<u>(59,317)</u>	<u>(43,782)</u>
Net Current Assets		<u>217,981</u>	<u>228,798</u>
Total Assets less Current Liabilities		<u>436,570</u>	<u>390,782</u>
Creditors			
Amounts falling due after more than one year	13	(155,897)	(155,083)
Grants receivable	15	(161,497)	(94,549)
Net Assets		<u>119,176</u>	<u>141,150</u>
Funds			
Restricted trust funds		18,572	(5,559)
General fund (unrestricted)		100,604	146,709
Total funds	18	<u>119,176</u>	<u>141,150</u>

Approved by the Board of Directors on 26th June 2020 and signed on its behalf by:



 Carmel Fox
 Director



 John Murray
 Director

Ballyhoura Rural Services Company Limited by Guarantee**STATEMENT OF CASH FLOWS**

for the financial year ended 31 December 2019

	Notes	2019 €	2018 €
Cash flows from operating activities			
Net movement in funds		(21,974)	(3,108)
Adjustments for:			
Depreciation		3,261	157
Interest payable and similar expenses		4,233	-
		<u>(14,480)</u>	<u>(2,951)</u>
Movements in working capital:			
Movement in debtors		(36,751)	(2,359)
Movement in creditors		15,160	(7,078)
		<u>(36,071)</u>	<u>(12,388)</u>
Cash generated from operations		(4,233)	-
Interest paid		<u>(40,304)</u>	<u>(12,388)</u>
Cash generated from operations			
		<u>(59,866)</u>	<u>(137,470)</u>
Cash flows from investing activities			
Payments to acquire tangible assets			
Cash flows from financing activities			
New long term loan		814	(155,083)
Grants receivable		66,948	94,549
		<u>67,762</u>	<u>249,632</u>
Net cash generated from financing activities			
		<u>(32,408)</u>	<u>99,774</u>
Net increase in cash and cash equivalents			
Cash and cash equivalents at 1 January 2019		269,466	169,692
Cash and cash equivalents at 31 December 2019	20	<u>237,058</u>	<u>269,466</u>

Ballyhoura Rural Services Company Limited by Guarantee

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2019

1. GENERAL INFORMATION

Ballyhoura Rural Services Company Limited by Guarantee is a company limited by guarantee incorporated in the Republic of Ireland. The registered office of the company is High Street, Caherconlish, Co Limerick which is also the principal place of business of the company. The financial statements have been presented in Euro (€) which is also the functional currency of the company.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the charity's financial statements.

Basis of preparation

The financial statements have been prepared on the going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)".

The company has applied the Charities SORP on a voluntary basis as its application is not a requirement of the current regulations for charities registered in the Republic of Ireland. As permitted by the Companies Act 2014, the company has varied the standard formats in that act for the Statement of Financial Activities and the Balance Sheet. Departures from the standard formats, as outlined in the Companies Act 2014, are to comply with the requirements of the Charities SORP and are in compliance with section 4.7, 10.6 and 15.2 of that SORP.

Statement of compliance

The financial statements of the company for the financial year ended 31 December 2017 have been prepared on the going concern basis and in accordance with the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)" and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Fund accounting

The following are the categories of funds maintained:

Restricted funds

Restricted funds represent income received which can only be used for particular purposes, as specified by the donors. Such purposes are within the overall objectives of the company.

Unrestricted funds

Unrestricted funds consist of General and Designated funds.

- General funds represent amounts which are expendable at the discretion of the board, in furtherance of the objectives of the company.
- Designated funds comprise unrestricted funds that the board has, at its discretion, set aside for particular purposes. These designations have an administrative purpose only, and do not legally restrict the board's discretion to apply the fund.

Ballyhoura Rural Services Company Limited by Guarantee

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2019

continued

Income

Income is recognised by inclusion in the Statement of Financial Activities only when the company is legally entitled to the income, performance conditions attached to the item(s) of income have been met, the amounts involved can be measured with sufficient reliability and it is probable that the income will be received by the company.

Income from charitable activities

Income from charitable activities include income earned from the supply of services under contractual arrangements and from performance related grants which have conditions that specify the provision of particular services to be provided by the company. Income from government and other co-funders is recognised when the company is legally entitled to the income because it is fulfilling the conditions contained in the related funding agreements. Where a grant is received in advance, its recognition is deferred and included in creditors. Where entitlement occurs before income is received, it is accrued in debtors.

Grants from governments and other co-funders typically include one of the following types of conditions:

- Performance based conditions: whereby the company is contractually entitled to funding only to the extent that the core objectives of the grant agreement are achieved. Where the company is meeting the core objectives of a grant agreement, it recognises the related expenditure, to the extent that it is reimbursable by the donor, as income.

-Time based conditions: whereby the company is contractually entitled to funding on the condition that it is utilised in a particular period. In these cases the company recognises the income to the extent it is utilised within the period specified in the agreement.

In the absence of such conditions, assuming that receipt is probable and the amount can be reliably measured, grant income is recognised once the company is notified of entitlement.

Grants received towards capital expenditure are credited to the Statement of Financial Activities when received or receivable, whichever is earlier.

Expenditure

Expenditure is analysed between costs of charitable activities and raising funds. The costs of each activity are separately accumulated and disclosed, and analysed according to their major components. Expenditure is recognised when a legal or constructive obligation exists as a result of a past event, a transfer of economic benefits is required in settlement and the amount of the obligation can be reliably measured. Support costs are those functions that assist the work of the company but cannot be attributed to one activity. Such costs are allocated to activities in proportion to staff time spent or other suitable measure for each activity.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or at valuation, less accumulated depreciation. The charge to depreciation is calculated to write off the original cost or valuation of tangible fixed assets, less their estimated residual value, over their expected useful lives as follows:

Fixtures, fittings and Equipment	-	12.5% Straight line
Building Additions	-	Not depreciated

Leasing

Rentals payable under operating leases are dealt with in the income and expenditure account as incurred over the period of the rental agreement.

Debtors

Debtors are recognised at the settlement amount due after any discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due. Income recognised by the company from government agencies and other co-funders, but not yet received at financial year end, is included in debtors.

Cash at bank and in hand

Cash at bank and in hand comprises cash on deposit at banks requiring less than three months notice of withdrawal.

Ballyhoura Rural Services Company Limited by Guarantee
NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2019

continued

Taxation

No charge to current or deferred taxation arises as the company has been granted charitable status under Sections 207 and 208 of the Taxes Consolidation Act 1997, Charity No CHY 13108. The charity is eligible under the "Scheme of Tax Relief for Donations to Eligible Charities and Approved Bodies under Section 848A Taxes Consolidation Act 1997", therefore income tax refunds arising from sponsorships exceeding €250 per annum are included in unrestricted funds, irrecoverable value added tax is expended as incurred.

3. INCOME					
3.1 CHARITABLE ACTIVITIES		Unrestricted Funds	Restricted Funds	2019	2018
		€	€	€	€
Program Income		-	609,674	609,674	525,698
3.2 OTHER TRADING ACTIVITIES		Unrestricted Funds	Restricted Funds	2019	2018
		€	€	€	€
Other trading activities		7,681	-	7,681	-
3.3 OTHER INCOME		Unrestricted Funds	Restricted Funds	2019	2018
		€	€	€	€
Other income		28,910	-	28,910	6,265
4. EXPENDITURE					
4.1 RAISING FUNDS	Direct Costs	Other Costs	Support Costs	2019	2018
	€	€	€	€	€
Raising funds	2,063	-	-	2,063	-
4.2 CHARITABLE ACTIVITIES	Direct Costs	Other Costs	Support Costs	2019	2018
	€	€	€	€	€
Expenditure on charitable activities	2,517	-	-	2,517	-
Governance Costs (Note 4.5)	509,884	9,060	-	518,944	519,617
	512,401	9,060	-	521,461	519,617
4.3 OTHER TRADING ACTIVITIES	Direct Costs	Other Costs	Support Costs	2019	2018
	€	€	€	€	€
Other trading activities	113,065	2,582	-	115,647	-
4.4 OTHER EXPENDITURE	Direct Costs	Other Costs	Support Costs	2019	2018
	€	€	€	€	€
Other expenditure	8,396	7,268	13,404	29,068	15,454

Ballyhoura Rural Services Company Limited by Guarantee
NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2019

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4.5 GOVERNANCE COSTS	Direct Costs	Other Costs	Support Costs	2019	2018
	€	€	€	€	€
Charitable activities - governance costs	509,884	9,060	-	518,944	519,617
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

5. ANALYSIS OF SUPPORT COSTS	2019	2018
	€	€
Support	13,404	-
	<u> </u>	<u> </u>

6. NET INCOME	2019	2018
	€	€
Net Income is stated after charging/(crediting):		
Depreciation of tangible assets	3,261	157
Operating lease rentals		
- Land and buildings	100	100
	<u> </u>	<u> </u>

7. INTEREST PAYABLE AND SIMILAR CHARGES	2019	2018
	€	€
On bank loans and overdrafts	4,233	-
	<u> </u>	<u> </u>

8. EMPLOYEES AND REMUNERATION

Number of employees

The average number of persons employed (including executive directors) during the financial year was as follows:

	2019	2018
	Number	Number
Supervisors	2	2
Participants	35	35
Social farm employees	4	-
Volunteering co-ordinator	1	-
	<u> </u>	<u> </u>
	42	37
	<u> </u>	<u> </u>

The staff costs comprise:	2019	2018
	€	€
Wages and salaries	570,445	476,890
Social security costs	20,482	10,640
	<u> </u>	<u> </u>
	590,927	487,530
	<u> </u>	<u> </u>

9. EMPLOYEE COSTS

There are no employees who received employee benefits excluding employer pension costs of more than €70,000 for the reporting period.

Ballyhoura Rural Services Company Limited by Guarantee
NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2019

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10. TANGIBLE FIXED ASSETS

	Fixtures, fittings and Equipment €	Building Additions €	Total €
Cost			
At 1 January 2019	4,032	161,427	165,459
Additions	24,833	35,033	59,866
At 31 December 2019	<u>28,865</u>	<u>196,460</u>	<u>225,325</u>
Depreciation			
At 1 January 2019	3,475	-	3,475
Charge for the financial year	3,261	-	3,261
At 31 December 2019	<u>6,736</u>	<u>-</u>	<u>6,736</u>
Net book value			
At 31 December 2019	<u>22,129</u>	<u>196,460</u>	<u>218,589</u>
At 31 December 2018	<u>557</u>	<u>161,427</u>	<u>161,984</u>

10.1 TANGIBLE FIXED ASSETS PRIOR FINANCIAL YEAR

	Fixtures, fittings and Equipment €	Building Additions €	Total €
Cost			
At 1 January 2018	4,032	23,957	27,989
Additions	-	137,470	137,470
At 31 December 2018	<u>4,032</u>	<u>161,427</u>	<u>165,459</u>
Depreciation			
At 1 January 2018	3,318	-	3,318
Charge for the financial year	157	-	157
At 31 December 2018	<u>3,475</u>	<u>-</u>	<u>3,475</u>
Net book value			
At 31 December 2018	<u>557</u>	<u>161,427</u>	<u>161,984</u>
At 31 December 2017	<u>714</u>	<u>23,957</u>	<u>24,671</u>

11. DEBTORS

	2019 €	2018 €
Trade debtors	25,951	3,114
Other debtors	13,914	-
	<u>39,865</u>	<u>3,114</u>

Ballyhoura Rural Services Company Limited by Guarantee
NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2019

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12. CREDITORS	2019	2018
Amounts falling due within one year	€	€
Bank overdrafts	375	-
Taxation and social security costs (Note 14)	6,062	2,447
Other creditors	4,762	-
Accruals	48,118	41,335
	<u>59,317</u>	<u>43,782</u>
13. CREDITORS	2019	2018
Amounts falling due after more than one year	€	€
Clann Credo Loan	55,897	55,083
Sisters of Mercy Loan	100,000	100,000
	<u>155,897</u>	<u>155,083</u>
Repayable in one year or less, or on demand (Note 12)	375	-
Repayable in five years or more	155,897	155,083
	<u>156,272</u>	<u>155,083</u>
14. TAXATION AND SOCIAL SECURITY	2019	2018
	€	€
Creditors:		
PAYE / PRSI	6,062	2,447
	<u>6,062</u>	<u>2,447</u>
15. GRANTS RECEIVABLE	2019	2018
	€	€
Capital grants received and receivable		
At 1 January 2019	94,549	-
Increase in financial year	66,948	94,549
	<u>161,497</u>	<u>94,549</u>
At 31 December 2019	<u>161,497</u>	<u>94,549</u>

Ballyhoura Rural Services Company Limited by Guarantee
NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2019

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16. State Funding

Agency	Pobal
Government Department	Department of Social Protection
Grant Programme	Community services
Purpose of the Grant	The grant is applied to facilitate the development of a social farm in Doon, Co. Limerick by funding the cost of the salary of a manager and three full time employees.
Term	Eighteen Months
Total Fund	The company was awarded €39,875 towards the salary and wage costs.
Expenditure	Expenditure details
Fund deferred or due at financial year end	€17,199
Received in the financial year	€39,875
Restriction on use	Restricted to use on the social farm
Sponsoring Government Department	Department of Employment and Community Affairs
Total Grant Awarded	€253,496
Programme	Community Employment scheme- Caherconlish
Term	One Year
Received during the year	€270,720
Grant Expended	€258,787
Closing Balance	€27,216
Opening Balance	€15,283
Sponsoring Government Department	Department of Employment Affairs & Social Protection
Total Grant Awarded	€320,025
Programme	Community Employment Scheme- Churchtown
Term	One Year
Received during the year	€248,394
Grant Expended	€255,194
Closing Balance	€16,382
Opening Balance	€23,182

Ballyhoura Rural Services Company Limited by Guarantee
NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2019

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Sponsoring Government Department	Department of Rural and Community Development
Total Grant Awarded	€166,054
Programme	Leader Limerick, Social Farm Capital Project
Term	One Year
Received during the year	€67,599
Grant Expended	€35,169
Closing Balance	€0
Opening Balance	€42,430
Sponsoring Government Department	HSE
Total Grant Awarded	€50,000
Programme	Volunteer Project
Term	Two Years
Received during the year	€50,000
Expended	€13,369
Closing Balance	€36,631
Opening Balance	Nil
Sponsoring Government Department	Mid West Regional Drugs & Alcohol Forum
Total Grant Awarded	€6,000
Programme	Doon Social Farm -Grow Course
Term	Six Months
Received during the year	€0
Expended	€6,000
Closing Balance	€0

17. RESERVES

	2019 €	2018 €
At 1 January 2019	141,150	144,258
Deficit for the financial year	(21,974)	(3,108)
At 31 December 2019	<u>119,176</u>	<u>141,150</u>

Ballyhoura Rural Services Company Limited by Guarantee
NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2019

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18. FUNDS

18.1 RECONCILIATION OF MOVEMENT IN FUNDS	Unrestricted Funds	Restricted Funds	Total Funds
	€	€	€
At 1 January 2018	143,701	557	144,258
Movement during the financial year	3,008	(6,116)	(3,108)
At 31 December 2018	146,709	(5,559)	141,150
Movement during the financial year	(40,546)	18,572	(21,974)
At 31 December 2019	106,163	13,013	119,176

18.2 ANALYSIS OF MOVEMENTS ON FUNDS

	Balance 1 January 2019	Income	Expenditure	Transfers between funds	Balance 31 December 2019
	€	€	€	€	€
Restricted income					
Restricted	-	609,674	591,102	-	18,572
Unrestricted income					
Unrestricted General	141,150	36,591	77,137	-	100,604
Total funds	141,150	646,265	668,239	-	119,176

18.3 ANALYSIS OF NET ASSETS BY FUND

	Fixed assets - charity use	Current assets	Current liabilities	Long-term liabilities	Long-term deferred income	Total
	€	€	€	€	€	€
Unrestricted general funds	218,589	276,923	(58,942)	(155,897)	(161,497)	119,176
	218,589	276,923	(58,942)	(155,897)	(161,497)	119,176

19. STATUS

The company is limited by guarantee not having a share capital.

The liability of the members is limited.

Every member of the company undertakes to contribute to the assets of the company in the event of its being wound up while they are members, or within one financial year thereafter, for the payment of the debts and liabilities of the company contracted before they ceased to be members, and the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributors among themselves, such amount as may be required, not exceeding € 1.

20. CASH AND CASH EQUIVALENTS

	2019	2018
	€	€
Cash and bank balances	237,213	269,246
Bank overdrafts	(375)	-
Cash equivalents	220	220
	237,058	269,466

Ballyhoura Rural Services Company Limited by Guarantee
NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2019

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21. POST-BALANCE SHEET EVENTS

Covid-19 has caused additional costs for the organisation and placed limits on volunteers, groups, LTI Programme and the Befriending/Visitation service. This is likely to be an ongoing issue for the organisation in the short to medium term.

22. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the Board of Directors on 26th June 2020.