

**Clann Mór Residential & Respite Company Limited by Guarantee  
(A company limited by guarantee, not having a share capital)  
Annual Report and Audited Financial Statements**

**for the year ended 31 December 2018**

**Clann Mór Residential & Respite Company Limited by Guarantee**  
**(A company limited by guarantee, not having a share capital)**  
**CONTENTS**

	<b>Page</b>
Directors' and Other Information	3
Directors' Annual Report	4 - 6
Directors' Responsibilities Statement	7
Independent Auditor's Report	8 - 10
Statement of Financial Activities	11
Balance Sheet	12
Statement of Cash Flows	13
Notes to the Financial Statements	14 - 21
Supplementary Information relating to the Financial Statements	23 - 25

**Clann Mór Residential & Respite Company Limited by Guarantee**  
**(A company limited by guarantee, not having a share capital)**  
**DIRECTORS' AND OTHER INFORMATION**

<b>Directors</b>	Leo Connor Bernadette McGovern Donald Byrne (Resigned 7 February 2018) Mary Cuffe Rita Collins (Resigned 12 April 2019) Martina Sheridan Paddy Gibney Gearoid Breathnach Paul Kelly (Appointed 11 April 2019) Mary Rohan (Appointed 11 April 2019)
<b>Company Secretary</b>	Gearoid Breathnach (Appointed 7 February 2018) Bernadette McGovern (Resigned 7 February 2018)
<b>Charity Number</b>	CHY7944
<b>Charities Regulatory Authority Number</b>	20018603
<b>Company Number</b>	92067
<b>Registered Office and Principal Address</b>	Clann Mór House, Commons Road, Navan Co. Meath Republic of Ireland
<b>Auditors</b>	FLD Chartered Accountants Limited Chartered Accountants and Statutory Audit Firm Newbridge House Athlumney Navan Co. Meath Republic of Ireland
<b>Bankers</b>	Bank of Ireland Market Square, Navan, Co Meath  Ulster Bank Kennedy Road, Navan, Co Meath. Republic of Ireland
<b>Solicitors</b>	Oliver Shanley & Co Solicitors 62-63 Academy Street Navan Co. Meath Republic of Ireland

# **Clann Mór Residential & Respite Company Limited by Guarantee (A company limited by guarantee, not having a share capital) DIRECTORS' ANNUAL REPORT**

for the year ended 31 December 2018

The directors present their Directors' Annual Report, combining the Directors' Report and Trustees' Report, and the audited financial statements for the year ended 31 December 2018.

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 Clann Mór Residential & Respite Company Limited by Guarantee present a summary of its purpose, governance, activities, achievements and finances for the financial year 31 December 2018.

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 Statement**

Clann Mór endeavours to empower the people who avail of our service by supporting the principal of person centeredness, allowing each person to exercise choice in decision making and to have greater control over their own lives, in accordance with their ability.

We support people's rights as citizens and the principal of social inclusion, promote best practice and aim to ensure that quality of life of our service users is to the highest possible standard. We will use the resources at our disposal as effectively and efficiently as possible to achieve the best possible outcome for the recipients of our services.

### **Objectives**

Clann Mór Residential & Respite Limited by Guarantee operating as Clann Mór offers a Community Based Residential, Respite, Outreach and Home Support Service in Co. Meath. The service supports adults with mild and moderate intellectual disabilities, to live permanently in the community or avail of respite breaks in its community based respite centre. The company presently provides services in Navan, Kells and Ashbourne, and the respite centre caters for people from the full catchment area of Co. Meath. The company also supports a number of persons to live independently through a home support package of care.

## **Structure, Governance and Management**

### **Structure**

Clann Mór Residential & Respite Company Limited by Guarantee is a company limited by guarantee not having a share capital. It is managed by a Board of Directors who are appointed by the Members. The Director of Services reports to the Board.

The company is governed by a Memorandum and Articles of Association which was updated in 2016 in line with the Companies Act 2014. The liability of each of the members limited to €1.

The directors have been appointed by the members and one third or the number nearest, retire each year. A retiring director is eligible for re- election.

As a registered charity and in accordance with the Articles of Association, the directors are not entitled to any remuneration for acting as a member of the Board.

The Board has signed up to the Governance Code for Community and Voluntary Organisation in Ireland as well as the Statement of Guiding Principles for Fundraising, both published by the Irish Community, Voluntary and Charitable Sector.

# **Clann Mór Residential & Respite Company Limited by Guarantee (A company limited by guarantee, not having a share capital) DIRECTORS' ANNUAL REPORT**

for the year ended 31 December 2018

## **Review of Activities, Achievements and Performance**

Clann Mór originated in the 1970s in the form of a support group by the parents and friends of people with an intellectual disability, with the aim of giving practical assistance to all concerned. A company, limited by guarantee was formed in 1982. Fundraising was carried out and a building was purchased in Navan and adapted to meet the requirements of a much needed respite centre. The demand for this service has increased and there is a core compliment of up to sixty people who avail of our service.

### Residential

Clann Mór expanded the services it had available in the 2000's to include permanent residential care in the community through rented accommodation. There are now four centres in Navan, and one in both Ashbourne and Kells catering for the needs of nineteen adults with mild and moderate intellectual disabilities.

### Community Based Home Support

The service assists four adults, enabling them to live on a home support basis in the community

### Outreach

This is visiting service provided to three low dependency adults.

## **Financial Results**

At the end of the year the company has assets of €731,420 (2017 - €522,274) and liabilities of €160,694 (2017 - €87,003). The net assets of the company have increased by €135,455.

## **Principal Risks and Uncertainties**

The principal risks and uncertainties arise as a direct result of underfunding. Clann Mór is dependent on the HSE to provide funding to enable the company to continue as a going concern. If adequate funding is not forthcoming the services provided will have to be curtailed. However the directors believe that the facts and figures speak for themselves, and that in future the level of funding will be increased to enable the company to continue. Accordingly these accounts have been prepared on a Going Concern Basis.

Clann Mór maintains a Risk Register which is regularly updated by management and reviewed by the Board. The major operational risk centres on the consistent delivery of quality services to people with intellectual disabilities in a safe environment. Unfortunately, the Board has had to concur with the Health Information and Quality Authority (HIQA), who have stated that on occasions staffing levels were insufficient to ensure that the resident's needs were being met.

### Borrowing Policy

It continues to be the policy of Clann Mór not to have any bank borrowings, apart from operating a visa account.

### Reserves

The Board will endeavour to hold sufficient reserves in order to ensure that the charity can continue to supply a stable and quality service to those in need of it, be in a position to pay three months current expenditure and provide working capital where funding is in arrears.

## **Directors and Secretary**

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

Leo Connor  
Bernadette McGovern  
Donald Byrne (Resigned 7 February 2018)  
Mary Cuffe  
Rita Collins (Resigned 12 April 2019)  
Martina Sheridan  
Paddy Gibney  
Gearoid Breathnach  
Paul Kelly (Appointed 11 April 2019)  
Mary Rohan (Appointed 11 April 2019)

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

The secretaries who served during the year were;

Gearoid Breathnach (Appointed 7 February 2018)  
Bernadette McGovern (Resigned 7 February 2018)

**Clann Mór Residential & Respite Company Limited by Guarantee  
(A company limited by guarantee, not having a share capital)  
DIRECTORS' ANNUAL REPORT**

for the year ended 31 December 2018

**Compliance with Sector-Wide Legislation and Standards**

The company engages pro-actively with legislation, standards and codes which are developed for the sector. Clann Mór Residential & Respite Company Limited by Guarantee subscribes to and is compliant with the following:

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

**Auditors**

The auditors, FLD Chartered Accountants Limited, have indicated their willingness to continue in office in accordance with the provisions of section 383(2) of the Companies Act 2014.

**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 Clann Mór House, Commons Road, Navan, Co. Meath.

**Approved by the Board of Directors on 24 September 2019 and signed on its behalf by:**

---

**Mary Cuffe**  
Director

---

**Gearoid Breathnach**  
Director

**Clann Mór Residential & Respite Company Limited by Guarantee  
(A company limited by guarantee, not having a share capital)  
DIRECTORS' RESPONSIBILITIES STATEMENT**

for the year ended 31 December 2018

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 24 September 2019 and signed on its behalf by:**

---

**Mary Cuffe**  
Director

---

**Gearoid Breathnach**  
Director

# **INDEPENDENT AUDITOR'S REPORT**

## **to the Members of Clann Mór Residential & Respite Company Limited by Guarantee**

### **(A company limited by guarantee, not having a share capital)**

#### **Report on the audit of the financial statements**

##### **Opinion**

We have audited the company financial statements of Clann Mór Residential & Respite Company Limited by Guarantee for the year ended 31 December 2018 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 3. 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 the company as at 31 December 2018 and of its net incoming resources for the year then ended;
- have been properly prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" 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:

- 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.

# **INDEPENDENT AUDITOR'S REPORT**

## **to the Members of Clann Mór Residential & Respite Company Limited by Guarantee**

### **(A company limited by guarantee, not having a share capital)**

#### **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 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 the going concern and using the going concern basis of accounting unless management either intends to liquidate the 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.

**INDEPENDENT AUDITOR'S REPORT**  
**to the Members of Clann Mór Residential & Respite Company Limited by**  
**Guarantee**  
**(A company limited by guarantee, not having a share capital)**

**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.

---

**Mark McCartney FCCA**  
**for and on behalf of**  
**FLD CHARTERED ACCOUNTANTS LIMITED**  
Chartered Accountants and Statutory Audit Firm  
Newbridge House  
Athlumney  
Navan  
Co. Meath  
Republic of Ireland

**24 September 2019**

**Clann Mór Residential & Respite Company Limited by Guarantee**  
**(A company limited by guarantee, not having a share capital)**  
**STATEMENT OF FINANCIAL ACTIVITIES**

(Incorporating an Income and Expenditure Account)  
for the year ended 31 December 2018

	Notes	Unrestricted Funds 2018 €	Restricted Funds 2018 €	Total 2018 €	Unrestricted Funds 2017 €	Restricted Funds 2017 €	Total 2017 €
<b>Incoming Resources</b>							
Charitable activities							
- Grants from governments and other co-funders	6.1	102,817	1,794,282	1,897,099	102,762	1,514,574	1,617,336
Activities for generating funds	6.2	14,306	500	14,806	16,018	-	16,018
Other income	6.3	5,172	-	5,172	33,039	-	33,039
<b>Total incoming resources</b>		<b>122,295</b>	<b>1,794,782</b>	<b>1,917,077</b>	<b>151,819</b>	<b>1,514,574</b>	<b>1,666,393</b>
<b>Resources Expended</b>							
Charitable activities	7.1	34,453	1,747,169	1,781,622	17,963	1,500,903	1,518,866
<b>Net incoming/outgoing resources before transfers</b>		<b>87,842</b>	<b>47,613</b>	<b>135,455</b>	<b>133,856</b>	<b>13,671</b>	<b>147,527</b>
Gross transfers between funds		-	-	-	-	-	-
<b>Net movement in funds for the year</b>		<b>87,842</b>	<b>47,613</b>	<b>135,455</b>	<b>133,856</b>	<b>13,671</b>	<b>147,527</b>
<b>Reconciliation of funds</b>							
Balances brought forward at 1 January 2018	16	421,600	13,671	435,271	287,744	-	287,744
<b>Balances carried forward at 31 December 2018</b>		<b>509,442</b>	<b>61,284</b>	<b>570,726</b>	<b>421,600</b>	<b>13,671</b>	<b>435,271</b>

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

**Approved by the Board of Directors on 24 September 2019 and signed on its behalf by:**

\_\_\_\_\_  
**Mary Cuffe**  
Director

\_\_\_\_\_  
**Gearoid Breathnach**  
Director

**Clann Mór Residential & Respite Company Limited by Guarantee**  
**(A company limited by guarantee, not having a share capital)**

**BALANCE SHEET**

as at 31 December 2018

	Notes	2018 €	2017 €
<b>Fixed Assets</b>			
Tangible assets	11	<u>173,259</u>	<u>99,331</u>
<b>Current Assets</b>			
Debtors	12	33,946	49,593
Cash at bank and in hand		<u>524,215</u>	<u>373,350</u>
		<u>558,161</u>	<u>422,943</u>
<b>Creditors: Amounts falling due within one year</b>	13	<u>(160,694)</u>	<u>(87,003)</u>
<b>Net Current Assets</b>		<u>397,467</u>	<u>335,940</u>
<b>Total Assets less Current Liabilities</b>		<u>570,726</u>	<u>435,271</u>
<b>Funds</b>			
Restricted funds		61,284	13,671
Unrestricted funds		<u>509,442</u>	<u>421,600</u>
<b>Total funds</b>	16	<u>570,726</u>	<u>435,271</u>

Approved by the Board of Directors on 24 September 2019 and signed on its behalf by:

\_\_\_\_\_  
**Mary Cuffe**  
 Director

\_\_\_\_\_  
**Gearoid Breathnach**  
 Director

**Clann Mór Residential & Respite Company Limited by Guarantee**  
**(A company limited by guarantee, not having a share capital)**  
**STATEMENT OF CASH FLOWS**  
for the year ended 31 December 2018

	Notes	2018 €	2017 €
<b>Cash flows from operating activities</b>			
Net movement in funds		135,455	147,527
Adjustments for:			
Depreciation		29,533	13,042
Interest receivable and similar income		(56)	(39)
		<u>164,932</u>	<u>160,530</u>
Movements in working capital:			
Movement in debtors		15,647	(27,675)
Movement in creditors		73,691	6,266
		<u>254,270</u>	<u>139,121</u>
<b>Cash flows from investing activities</b>			
Interest received		56	39
Payments to acquire tangible assets		(103,461)	(42,629)
		<u>(103,405)</u>	<u>(42,590)</u>
Net cash generated from investment activities		<u>(103,405)</u>	<u>(42,590)</u>
<b>Net increase in cash and cash equivalents</b>		<b>150,865</b>	<b>96,531</b>
<b>Cash and cash equivalents at 1 January 2018</b>		<b>373,350</b>	<b>276,819</b>
<b>Cash and cash equivalents at 31 December 2018</b>	<b>21</b>	<b><u>524,215</u></b>	<b><u>373,350</u></b>

# Clann Mór Residential & Respite Company Limited by Guarantee (A company limited by guarantee, not having a share capital) **NOTES TO THE FINANCIAL STATEMENTS**

for the year ended 31 December 2018

## 1. GENERAL INFORMATION

Clann Mór Residential & Respite is a Company Limited by Guarantee and is a public benefit entity incorporated in Ireland with a registered office at Clann Mór House, Commons Road, Navan, Co. Meath and its company registration number is 92067. The financial statements have been presented in Euro (€) which is also the functional currency of the company.

## 2. 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 in accordance with the Statement of Recommended Practice Charities SORP applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) and with generally accepted accounting principles in Ireland and Irish statute comprising the Companies Act 2014. They comply with the financial reporting standards of the Accounting Standards Board, as promulgated by Chartered Accountants Ireland. The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the charitable company's financial statements.

### **Incoming Resources**

Voluntary income or capital is included in the Statement of Financial Activities when the company is legally entitled to it, its financial value can be quantified with reasonable certainty and there is reasonable certainty of its ultimate receipt. Entitlement to legacies is considered established when the company has been notified of a distribution to be made by the executors. Income received in advance of due performance under a contract is accounted for as deferred income until earned. Grants for activities are recognised as income when the related conditions for legal entitlement have been met. All other income is accounted for on an accruals basis.

Income is analysed as "Restricted" or "Unrestricted". Restricted funds represent income recognised in the financial statements, which is subject to specific conditions imposed by the donors or grant making institutions. Unrestricted funds represent amounts which are expendable at the discretion of the charity. Such funds may be held in order to finance working capital or capital investment.

### **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.

**Clann Mór Residential & Respite Company Limited by Guarantee**  
**(A company limited by guarantee, not having a share capital)**  
**NOTES TO THE FINANCIAL STATEMENTS**

continued

for the year ended 31 December 2018

**Resources Expended**

All resources expended are accounted for on an accruals basis. Charitable activities include costs of services and grants, support costs and depreciation on related assets. Costs of generating funds similarly include fundraising activities. Non-staff costs not attributed to one category of activity are allocated or apportioned pro-rata to the staffing of the relevant service. Finance, HR, IT and administrative staff costs are directly attributable to individual activities by objective. Governance costs are those associated with constitutional and statutory requirements.

**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:

Land and buildings freehold	-	2% Straight line
Short leasehold property	-	25% Straight line
Fixtures, fittings and equipment	-	25% Straight line
Motor vehicles	-	12.5% Straight line

The company's policy is to review the remaining useful economic lives and residual values of tangible fixed assets on an on-going basis and to adjust the depreciation charge to reflect the remaining estimated useful economic life and residual value.

Fully depreciated assets are retained in the cost of tangible fixed assets and related accumulated depreciation until they are removed from service. In the case of disposals, assets and related depreciation are removed from the financial statements and the net amount, less proceeds from disposal, is charged or credited to the profit and loss account.

**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 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.

**Taxation**

No charge to current or deferred taxation arises as the charity has been granted charitable status under Section 207 and 208 of the Taxes Consolidation Act 1997, Charity No CHY 7944. Irrecoverable valued added tax is expensed as incurred.

**Pensions**

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. Annual contributions payable to the company's pension scheme are charged to the income and expenditure account in the period to which they relate

**3. INCOME FROM STATE SOURCES**

Clann Mór Residential & Respite Company Limited by Guarantee received income from the following State sources:

	2018 €	2017 €
HSE CHO 8 Meath - Residential and Respite	1,667,698	1,400,174
HSE CHO 8 Meath - Community Based Home Support	61,537	61,941
HSE CHO 8 Meath - Outreach	12,459	12,459
	<u>1,741,694</u>	<u>1,474,574</u>

**Clann Mór Residential & Respite Company Limited by Guarantee**  
**(A company limited by guarantee, not having a share capital)**  
**NOTES TO THE FINANCIAL STATEMENTS**

continued

for the year ended 31 December 2018

**4. SIGNIFICANT ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY**

The preparation of these financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses.

Judgements and estimates are continually evaluated and are based on historical experiences and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

(a) Establishing useful economic lives for depreciation purposes of tangible fixed assets.

Long-lived assets, consisting primarily of Tangible fixed assets, comprise a significant portion of the total assets. The annual depreciation charge depends primarily on the estimated useful economic lives of each type of asset and estimates of residual values. The directors regularly review these asset useful economic lives and change them as necessary to reflect current thinking on remaining lives in light of prospective economic utilisation and physical condition of the assets concerned. Changes in asset useful lives can have a significant impact on depreciation and amortisation charges for the period. Detail of the useful economic lives is included in the accounting policies.

**5. GOING CONCERN**

The financial statements have been prepared on a going concern basis which assumes that the company will continue its operational existence for the foreseeable future. However, the company is dependent on the Health Service Executive HSE, and there is a presumption that this funding will continue. A Service Arrangement is in place for 2019.

**6. INCOME**

**6.1 CHARITABLE ACTIVITIES**

	Unrestricted Funds	Restricted Funds	2018	2017
	€	€	€	€
HSE Residential and Respite	-	1,667,698	1,667,698	1,400,174
HSE Community Based Support	-	61,537	61,537	61,941
HSE Outreach	-	12,459	12,459	12,459
Lottery Grant	-	52,588	52,588	40,000
Voluntary Contributions	102,817	-	102,817	102,762
	<u>102,817</u>	<u>1,794,282</u>	<u>1,897,099</u>	<u>1,617,336</u>

Clann Mór receives section 39 funding from the HSE in return for delivering a range of services including Residential, Respite, Community Based Home Support and Outreach Services. As an independent charity and a section 39 organisation, Clann Mór also receives voluntary contributions towards the services provided from the people who use the services.

**6.2 OTHER TRADING ACTIVITIES**

	Unrestricted Funds	Restricted Funds	2018	2017
	€	€	€	€
Fundraising	14,306	500	14,806	16,018
	<u>14,306</u>	<u>500</u>	<u>14,806</u>	<u>16,018</u>

Fundraising income is generated through church gate collections.

**Clann Mór Residential & Respite Company Limited by Guarantee**  
**(A company limited by guarantee, not having a share capital)**  
**NOTES TO THE FINANCIAL STATEMENTS**

continued

for the year ended 31 December 2018

6.3 OTHER INCOME	Unrestricted Funds €	Restricted Funds €	2018 €	2017 €
Donations	5,116	-	5,116	33,000
Bank Interest	56	-	56	39
	<u>5,172</u>	<u>-</u>	<u>5,172</u>	<u>33,039</u>

7. EXPENDITURE	Unrestricted	Restricted	2018	2017
7.1 CHARITABLE ACTIVITIES	2018	2018	€	€
	€	€	€	€
Residential & Respite	33,906	1,636,551	1,670,457	1,445,311
Home Support	547	87,216	87,763	49,089
Outreach	-	23,402	23,402	24,466
	<u>34,453</u>	<u>1,747,169</u>	<u>1,781,622</u>	<u>1,518,866</u>

All costs incurred were related to charitable activities, no fundraising costs were incurred in either year. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with their use of resources. The actual basis used was the number of residential places available.

7.2 SUPPORT COSTS	Respite & Residential €	Home Support €	Outreach €	Total €
Administration	30,917	3,865	-	34,782
Governance	12,870	1,609	-	14,479
	<u>43,787</u>	<u>5,474</u>	<u>-</u>	<u>49,261</u>

8. NET INCOMING RESOURCES	2018 €	2017 €
<b>Net Incoming Resources are stated after charging/(crediting):</b>		
Depreciation of tangible assets	29,533	13,042
Audit Fees	4,920	4,920
Accountancy Fees	6,458	6,458
	<u>40,911</u>	<u>24,420</u>

9. INVESTMENT AND OTHER INCOME	2018 €	2017 €
Bank interest	56	39
	<u>56</u>	<u>39</u>

**Clann Mór Residential & Respite Company Limited by Guarantee**  
**(A company limited by guarantee, not having a share capital)**  
**NOTES TO THE FINANCIAL STATEMENTS**

continued

for the year ended 31 December 2018

**10. EMPLOYEES AND REMUNERATION**

**Number of employees**

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

	<b>2018</b>	2017
	<b>Number</b>	Number
Services	<b>36</b>	37
Administrative	<b>2</b>	2
Management	<b>3</b>	3
	<u><b>41</b></u>	<u>42</u>

The staff costs comprise:

	<b>2018</b>	2017
	<b>€</b>	€
Wages and salaries	<b>1,232,371</b>	1,090,569
Social security costs	<b>129,352</b>	113,077
Pension costs	<b>4,524</b>	4,524
	<u><b>1,366,247</b></u>	<u>1,208,170</u>

There are no employees who received employee benefits (excluding employer pension costs) of more than €70,000 for the reporting period. All staff are remunerated in line with HSE pay scales, however full HSE terms, conditions and benefits do not apply. The directors oversee all matters relating to the remuneration of senior staff.

**11. TANGIBLE FIXED ASSETS**

	<b>Land and buildings freehold</b>	<b>Short leasehold property</b>	<b>Fixtures, fittings and equipment</b>	<b>Motor vehicles</b>	<b>Total</b>
	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>Cost</b>					
At 1 January 2018	127,284	11,021	147,600	120,563	406,468
Additions	-	-	28,461	75,000	103,461
	<u>127,284</u>	<u>11,021</u>	<u>176,061</u>	<u>195,563</u>	<u>509,929</u>
<b>Depreciation</b>					
At 1 January 2018	67,913	11,021	141,621	86,582	307,137
Charge for the year	1,916	-	13,388	14,229	29,533
	<u>69,829</u>	<u>11,021</u>	<u>155,009</u>	<u>100,811</u>	<u>336,670</u>
<b>Net book value</b>					
At 31 December 2018	<u><b>57,455</b></u>	<u>-</u>	<u><b>21,052</b></u>	<u><b>94,752</b></u>	<u><b>173,259</b></u>
At 31 December 2017	<u>59,371</u>	<u>-</u>	<u>5,979</u>	<u>33,981</u>	<u>99,331</u>

**Clann Mór Residential & Respite Company Limited by Guarantee**  
**(A company limited by guarantee, not having a share capital)**  
**NOTES TO THE FINANCIAL STATEMENTS**

continued

for the year ended 31 December 2018

**11.1 TANGIBLE FIXED ASSETS PRIOR YEAR**

	Land and buildings freehold €	Short leasehold property €	Fixtures, fittings and equipment €	Motor vehicles €	Total €
<b>Cost</b>					
At 1 January 2017	127,284	11,021	143,806	81,728	363,839
Additions	-	-	3,794	38,835	42,629
At 31 December 2017	<u>127,284</u>	<u>11,021</u>	<u>147,600</u>	<u>120,563</u>	<u>406,468</u>
<b>Depreciation</b>					
At 1 January 2017	65,997	11,021	135,349	81,728	294,095
Charge for the year	1,916	-	6,272	4,854	13,042
At 31 December 2017	<u>67,913</u>	<u>11,021</u>	<u>141,621</u>	<u>86,582</u>	<u>307,137</u>
<b>Net book value</b>					
At 31 December 2017	<u><b>59,371</b></u>	<u><b>-</b></u>	<u><b>5,979</b></u>	<u><b>33,981</b></u>	<u><b>99,331</b></u>
At 31 December 2016	<u>61,287</u>	<u>-</u>	<u>8,457</u>	<u>-</u>	<u>69,744</u>

**12. DEBTORS**

	2018 €	2017 €
Debtors	1,774	23,285
Prepayments and accrued income	32,172	26,308
	<u><b>33,946</b></u>	<u><b>49,593</b></u>

**13. CREDITORS**

<b>Amounts falling due within one year</b>	2018 €	2017 €
Creditors	34,244	-
Taxation and social security costs (Note 15)	44,163	32,920
Other creditors	24,194	26,836
Accruals	58,093	27,247
	<u><b>160,694</b></u>	<u><b>87,003</b></u>

**14. TAXATION AND SOCIAL SECURITY**

	2018 €	2017 €
<b>Creditors:</b>		
PAYE / PRSI	<u><b>44,163</b></u>	<u><b>32,920</b></u>

**15. PENSION COSTS - DEFINED CONTRIBUTION**

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Pension costs amounted to €4,524 (2017 - €4,524).

**Clann Mór Residential & Respite Company Limited by Guarantee**  
**(A company limited by guarantee, not having a share capital)**  
**NOTES TO THE FINANCIAL STATEMENTS**

continued

for the year ended 31 December 2018

**16. FUNDS**

<b>16.1 RECONCILIATION OF MOVEMENT IN FUNDS</b>	<b>Unrestricted Funds</b>	<b>Restricted Funds</b>	<b>Total Funds</b>
	€	€	€
At 1 January 2017	287,744	-	287,744
Movement during the financial year	133,856	13,671	147,527
At 31 December 2017	421,600	13,671	435,271
Movement during the financial year	87,842	47,613	135,455
At 31 December 2018	<b>509,442</b>	<b>61,284</b>	<b>570,726</b>

**16.2 ANALYSIS OF MOVEMENTS ON FUNDS**

	<b>Balance 1 January 2018</b>	<b>Income</b>	<b>Expenditure</b>	<b>Transfers between funds</b>	<b>Balance 31 December 2018</b>
	€	€	€	€	€
<b>Restricted income</b>					
Restricted Income	13,671	1,794,782	1,747,169	-	61,284
<b>Unrestricted income</b>					
Unrestricted Income	421,600	122,295	34,453	-	509,442
<b>Total funds</b>	<b>435,271</b>	<b>1,917,077</b>	<b>1,781,622</b>	<b>-</b>	<b>570,726</b>

**17. 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 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.

**18. CAPITAL COMMITMENTS**

The charity had no material capital commitments at the year-ended 31 December 2018.

**19. CONTINGENT LIABILITIES**

There were no unfulfilled commitments or conditions from non-exchange transactions that have not been recognised in income.

**20. RELATED PARTY TRANSACTIONS**

There were no transactions with the directors, apart from the reimbursement of expenses where applicable and the provision of professional services, which in the current year amounted to €1,586.

**21. CASH AND CASH EQUIVALENTS**

	<b>2018</b>	<b>2017</b>
	€	€
Cash and bank balances	<b>524,215</b>	373,350

**22. POST-BALANCE SHEET EVENTS**

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

**Clann Mór Residential & Respite Company Limited by Guarantee**  
**(A company limited by guarantee, not having a share capital)**  
**NOTES TO THE FINANCIAL STATEMENTS**

continued

for the year ended 31 December 2018

**23. GRANTS AND LOTTERY**

There was €10,000 of a grant received from the Lottery in 2018, that was approved in 2017 for the installation of fire doors. There was a further €42,588 government grants received in relation to the purchase of a log cabin and lighting and fire doors.

**24. APPROVAL OF FINANCIAL STATEMENTS**

The financial statements were approved and authorised for issue by the Board of Directors on 24 September 2019.

**CLANN MÓR RESIDENTIAL & RESPITE COMPANY LIMITED BY GUARANTEE**  
(A company limited by guarantee, not having a share capital)

**SUPPLEMENTARY INFORMATION**

**RELATING TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2018**

**NOT COVERED BY THE REPORT OF THE AUDITORS**

**Clann Mór Residential & Respite Company Limited by Guarantee**  
**(A company limited by guarantee, not having a share capital)**  
**SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS**  
**OPERATING STATEMENT**  
for the year ended 31 December 2018

	Schedule	2018 €	2017 €
Income			
- Donations		5,116	33,000
- Voluntary Contributions		102,817	102,761
- Fundraising		14,806	16,018
- Grant HSE Residential and Respite		1,667,698	1,400,175
- Grant HSE Community Based Home Support		61,537	61,941
Services			
- Grant HSE Outreach Services		12,459	12,459
- Grants and Lottery		52,588	40,000
		<u>1,917,021</u>	<u>1,666,354</u>
Charitable activities and other expenses	1	(1,781,622)	(1,518,866)
		<u>135,399</u>	<u>147,488</u>
Miscellaneous income	2	56	39
<b>Net surplus</b>		<u><u>135,455</u></u>	<u><u>147,527</u></u>

**Clann Mór Residential & Respite Company Limited by Guarantee**  
**(A company limited by guarantee, not having a share capital)**  
**SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS**  
**SCHEDULE 1 : CHARITABLE ACTIVITIES AND OTHER EXPENSES**  
for the year ended 31 December 2018

	2018 €	2017 €
<b>Expenses</b>		
Wages and salaries	1,232,371	1,090,569
Social security costs	129,352	113,077
Staff defined contribution pension costs	4,524	4,524
Staff training	23,384	8,418
Rent payable	23,223	24,400
Insurance	21,360	18,512
Light and heat	19,039	16,392
Cleaning	319	-
Repairs and maintenance	125,029	76,954
Printing, postage and stationery	10,115	8,382
Telephone	7,568	8,962
Motor expenses	30,322	25,814
Educational and social support	19,245	12,868
Legal and professional	11,864	-
Accountancy	6,458	6,458
Auditor's remuneration	4,920	4,920
Bank charges	1,271	1,270
Groceries	56,304	57,602
General expenses	15,209	16,890
Subscriptions	10,212	9,812
Depreciation	29,533	13,042
	<u>1,781,622</u>	<u>1,518,866</u>

**Clann Mór Residential & Respite Company Limited by Guarantee**  
**(A company limited by guarantee, not having a share capital)**  
**SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS**  
**SCHEDULE 2 : MISCELLANEOUS INCOME**  
for the year ended 31 December 2018

	2018	2017
	€	€
<b>Miscellaneous Income</b>		
Bank Interest	<u>56</u>	<u>39</u>