

Company Registration No. 317308 (Republic of Ireland)
CHY No. 13164

**MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY
GUARANTEE**

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2020

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

COMPANY INFORMATION

| | |
|--------------------------|--|
| Directors | Jim Mullin Hugh Farren Robert Farren Kevin Farren Caroline Harley Eamonn Ward Caitriona Doherty (Appointed 27 November 2019) |
| Secretary | Eibhlin Porter (Appointed 27 November 2019) |
| Company number | 317308 |
| Registered office | Killourt Malin Head Co. Donegal |
| Auditor | McLaughlin McGonigle St Helens St Oran's Road Buncrana Co. Donegal Ireland |
| Business address | Malin Head Community Centre Malin Head Co. Donegal Ireland |
| Bankers | Bank of Ireland The Diamond Carndonagh Co. Donegal Ireland |
| Solicitors | M.D. White & Co. Solicitors Carndonagh Business Centre Carndonagh Co. Donegal Ireland |

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

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MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2020

The directors present their annual report and financial statements for the year ended 30 September 2020.

Principal activities

The principal activity of the company during the year continued to be the promotion and operation of a community development programme.

Fair review of the business

The directors consider the results for the year and the financial position at the year end satisfactory, despite the interruption to activities caused by the Covid-19 pandemic. The majority of courses, fundraising events, room hire and other activities came to a halt in mid-March 2020 and have yet to restart. The Community Services Programme continues to run and the directors have availed of the Covid-19 Stability Fund to offset the lack of other income at this time. The progression of the vaccination programme brings with it the prospect of re-opening activities in the not too distant future, although there remains the risk of resistant variants and outbreaks.

In the meantime the directors are confident that the company has sufficient reserves and income to enable the organisation to continue to meet its obligations as they fall due and on that basis they have prepared the financial statements on a going concern basis.

The financial statements do not include any adjustments that may arise if the company was unable to trade as a going concern.

Principal risks and uncertainties

The principal risk faced by the company is that it is largely dependent on grant income. Whilst the directors have secured Pobal funding for a manager and caretaker to December 2021 and are confident that this funding will be extended, cost control and fundraising are still a priority. The directors expect that the company's Pobal contract will be renewed and that other available grants will remain at normal levels.

Results and dividends

The results for the year are set out on page 7.

Directors and secretary

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

Jim Mullin
Hugh Farren
Robert Farren
Kevin Farren
Caroline Harley
Eamonn Ward
Caitriona Doherty

(Appointed 27 November 2019)

Accounting records

The company's directors are aware of their responsibilities, under sections 281 to 285 of the Companies Act 2014 as to whether in their opinion, the accounting records of the company are sufficient to permit the financial statements to be readily and properly audited and are discharging their responsibility by ensuring that sufficient company resources are available for the task and liaising with the company's auditors.

The accounting records are held at the company's business premises, Malin Head Community Centre, Malin Head, Co. Donegal, Ireland.

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

Future developments

The directors are not expecting to make any significant changes in the nature of the business in the near future. However the longer term impact of the Covid-19 restrictions and future health and safety implications are not fully known at this time.

Auditor

In accordance with the Companies Act 2014, section 383(2), McLaughlin McGonigle continue in office as auditor of the company.

Statement of disclosure to auditor

Each of the directors in office at the date of approval of this annual report confirms that:

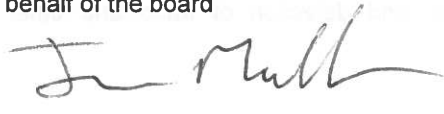
- so far as the director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- the director has taken all the steps that he / she ought to have taken as a director in order to make himself / herself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of section 330 of the Companies Act 2014.

Small companies exemption

The entity has availed of the small companies exemption contained in the Companies Act 2014 with regard to the requirements for exclusion of certain information in the Directors' report.

On behalf of the board

X 

Jim Mullin
Director

X 

Robert Farren
Director

19 May 2021

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

DIRECTORS' RESPONSIBILITIES STATEMENT

FOR THE YEAR ENDED 30 SEPTEMBER 2020

The directors are responsible for preparing the Directors' Report and 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 that law, the directors have elected to prepare the financial statements in accordance with Companies Act 2014 and FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (Generally accepted Accounting Practice in 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 surplus or deficit of the company for that financial year and otherwise comply with the Companies Act 2014.

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

- select suitable accounting policies for the company financial statements and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with applicable accounting standards, 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 business.

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 surplus or deficit of the company to be determined with reasonable accuracy, enable them to ensure that the financial statements and Directors' Report comply with the 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.

On behalf of the board

x 

Jim Mullin
Director
19 May 2021

x 

Robert Farren
Director

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

Opinion

We have audited the financial statements of Malin Head Community Association Company Limited By Guarantee (the 'company') for the year ended 30 September 2020 which comprise the statement of comprehensive income, the balance sheet, the statement of changes in equity, the statement of cash flows and notes to the financial statements, including a summary of significant accounting policies. The relevant financial reporting framework that has been applied in their preparation is the Companies Act 2014 and FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*.

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the company as at 30 September 2020 and of its surplus 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; and
- have been 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 the ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), and the provisions available for small entities, in the circumstances set out in note 16 to the financial statements, 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 the 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 in the annual report. 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.

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

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' report is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

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, and 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' report.

We have nothing to report in respect of our obligation under the Companies Act 2014 to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by sections 305 to 312 of the Act are not made.

Responsibilities of directors for the financial statements

As explained more fully in the directors' responsibilities statement, 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 the directors 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 the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

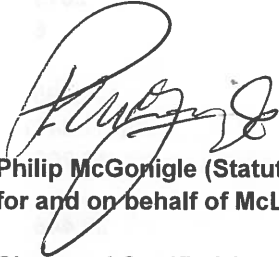
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the IAASA's website at: [https://www.iaasa.ie/Publications/Auditing-standards/International-Standards-on-Auditing-for-use-in-Ire/International-Standards-on-Auditing-\(Ireland\)/ISA-700-\(Ireland\)](https://www.iaasa.ie/Publications/Auditing-standards/International-Standards-on-Auditing-for-use-in-Ire/International-Standards-on-Auditing-(Ireland)/ISA-700-(Ireland)). This description forms part of our auditor's report.

**MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY
GUARANTEE**

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

**TO THE MEMBERS OF MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED
BY GUARANTEE**



**Philip McGonigle (Statutory Auditor)
for and on behalf of McLaughlin McGonigle**

19 May 2021

**Chartered Certified Accountants
Statutory Auditors**

St Helens
St Oran's Road
Buncrana
Co. Donegal
Ireland

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 SEPTEMBER 2020

| | Notes | 2020 € | 2019 € |
|---------------------------------------|-----------|-----------|-----------|
| Income | 14 | 131,015 | 125,695 |
| Administrative expenses | | (128,886) | (111,447) |
| Other operating income | 14 | 58,304 | 19,200 |
| Operating surplus | 2 | 60,433 | 33,448 |
| Interest payable and similar expenses | | (283) | (743) |
| Surplus before taxation | | 60,150 | 32,705 |
| Tax on surplus | 4 | - | - |
| Surplus for the financial year | | 60,150 | 32,705 |

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

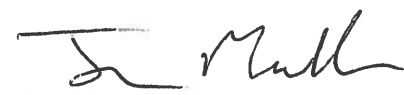
BALANCE SHEET

AS AT 30 SEPTEMBER 2020

| | Notes | 2020 | | 2019 | |
|--|-------|-----------------|-----------------------|-----------------|----------------------|
| | | € | € | € | € |
| Fixed assets | | | | | |
| Tangible assets | 5 | | 808,377 | | 807,098 |
| Current assets | | | | | |
| Debtors | 6 | 18,600 | | 428 | |
| Cash at bank and in hand | | 63,574 | | 65,274 | |
| | | <u>82,174</u> | | <u>65,702</u> | |
| Creditors: amounts falling due within one year | 7 | <u>(22,239)</u> | | <u>(33,782)</u> | |
| Net current assets | | | <u>59,935</u> | | <u>31,920</u> |
| Total assets less current liabilities | | | <u>868,312</u> | | <u>839,018</u> |
| Creditors: amounts falling due after more than one year | 8 | | <u>(735,394)</u> | | <u>(766,250)</u> |
| Net assets | | | <u><u>132,918</u></u> | | <u><u>72,768</u></u> |
| Reserves | | | | | |
| Income and expenditure account | | | <u>132,918</u> | | <u>72,768</u> |
| Members' funds | | | <u>132,918</u> | | <u>72,768</u> |

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with Financial Reporting Statement 102 'The Financial Statement Reporting Standard applicable in the UK and Republic of Ireland'.

The financial statements were approved by the board of directors and authorised for issue on 19 May 2021 and are signed on its behalf by:


 X Jim Mullin
 Director


 X Robert Farren
 Director

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 SEPTEMBER 2020

| | Income and expenditure € |
|--|--------------------------------|
| Balance at 1 October 2018 | 40,063 |
| Year ended 30 September 2019: | |
| Profit and total comprehensive income for the year | 32,705 |
| Balance at 30 September 2019 | <u>72,768</u> |
| Year ended 30 September 2020: | |
| Profit and total comprehensive income for the year | 60,150 |
| Balance at 30 September 2020 | <u><u>132,918</u></u> |

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 SEPTEMBER 2020

| | Notes | 2020 | | 2019 | |
|---|-------|-----------------|----------------------|-----------------|----------------------|
| | | € | € | € | € |
| Cash flows from operating activities | | | | | |
| Cash generated from operations | 11 | 51,150 | | 48,477 | |
| Interest paid | | (283) | | (743) | |
| Net cash inflow from operating activities | | <u>50,867</u> | | <u>47,734</u> | |
| Investing activities | | | | | |
| Purchase of tangible fixed assets | | (27,850) | | (20,631) | |
| Net cash used in investing activities | | <u>(27,850)</u> | | <u>(20,631)</u> | |
| Financing activities | | | | | |
| Repayment of borrowings | | (24,717) | | (19,257) | |
| Net cash used in financing activities | | <u>(24,717)</u> | | <u>(19,257)</u> | |
| Net (decrease)/increase in cash and cash equivalents | | | (1,700) | | 7,846 |
| Cash and cash equivalents at beginning of year | | | 65,274 | | 57,428 |
| Cash and cash equivalents at end of year | | | <u><u>63,574</u></u> | | <u><u>65,274</u></u> |

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2020

1 Accounting policies

Company information

Malin Head Community Association Company Limited By Guarantee is a limited company domiciled and incorporated in the Republic of Ireland. The registered office is Killourt, Malin Head, Co. Donegal and its company registration number is 317308.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"), as adapted by Section 1A of FRS 102, and the requirements of the Companies Act 2014.

The financial statements are prepared in euros, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest €.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Income and expenditure

Income and expenses are included in the financial statements as they become receivable or due.

Expenses include VAT where applicable as the company cannot reclaim it.

1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

| | |
|------------------------------|-------------------|
| Freehold land | Not depreciated |
| Leasehold land and buildings | 2% Straight line |
| Fixtures and fittings | 15% Straight line |

Freehold land is not depreciated.

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to surplus or deficit.

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

1 Accounting policies

(Continued)

1.4 Impairment of fixed assets

The value of the company's property may have decreased, however the decrease in the valuation has not been reflected in the financial statements. The directors have decided on this policy because:

- the company and its property fulfils a social function;
- the company is not a profit orientated entity and, as such, the "value-in-use" cannot be measured;
- the company is operating at a more than reasonable level given the current economic climate;
- the facilities are utilised on a regular basis; and
- the facilities earn a social dividend that cannot be measured.

In addition, the directors believe that the building will be used for the whole of its life for social and charitable purposes and that the "value" of the building will be realised through the fulfilment of its social function. The directors also consider that any market valuation would be unreliable, any diminution in value would be temporary and there is no intention of ever selling the property.

1.5 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.6 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.7 Taxation

The company has obtained exemption from the Revenue Commissioners in respect of corporation tax, it being a company not carrying on a business for the purposes of making a profit.

1.8 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.9 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

1.10 Foreign exchange

Transactions in currencies other than euros are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

2 Operating surplus

| | 2020 | 2019 |
|--|--------|--------|
| Operating surplus for the year is stated after charging: | € | € |
| Depreciation of tangible fixed assets | 26,571 | 23,682 |

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2020

3 Employees

- The average monthly number of persons employed by the company during the year was 2 (2019 - 2). No directors are employed by the company.

| | 2020 Number | 2019 Number |
|-------|----------------|----------------|
| Total | <u>2</u> | <u>2</u> |

Number of Employees whose total employee benefits (excluding employer pension costs) for the period fall within each band of €10,000 from €60,000 upwards:

- Band €60,000 - €70,000 = 0

- Band €70,000 - €80,000 = 0

Overall figure for total employer pension contributions (This applies even if salaries are not being funded by the Exchequer) = €nil.

4 Taxation

The company is registered with the Revenue Commissioners as a Charity under the reference number CHY 13164 and, on this basis, it is not subject to any tax on any surplus. The company is compliant with circular 44/2006 "Tax Clearance Procedures Grants, Subsidies and Similar Type Payments".

5 Tangible fixed assets

| | Freehold land € | Leasehold land and buildings € | Fixtures and fittings € | Total € |
|------------------------------------|--------------------|---|-------------------------------|------------------|
| Cost | | | | |
| At 1 October 2019 | 50,000 | 887,413 | 147,056 | 1,084,469 |
| Additions | - | 3,000 | 24,850 | 27,850 |
| At 30 September 2020 | <u>50,000</u> | <u>890,413</u> | <u>171,906</u> | <u>1,112,319</u> |
| Depreciation and impairment | | | | |
| At 1 October 2019 | - | 152,967 | 124,404 | 277,371 |
| Depreciation charged in the year | - | 17,808 | 8,763 | 26,571 |
| At 30 September 2020 | <u>-</u> | <u>170,775</u> | <u>133,167</u> | <u>303,942</u> |
| Carrying amount | | | | |
| At 30 September 2020 | <u>50,000</u> | <u>719,638</u> | <u>38,739</u> | <u>808,377</u> |
| At 30 September 2019 | <u>50,000</u> | <u>734,446</u> | <u>22,652</u> | <u>807,098</u> |

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

| | | | |
|--|--------------|----------------|----------------|
| 6 Debtors | | 2020 | 2019 |
| | | € | € |
| Amounts falling due within one year: | | | |
| Other debtors | | 18,600 | 428 |
| | | <u>18,600</u> | <u>428</u> |
| 7 Creditors: amounts falling due within one year | | 2020 | 2019 |
| | | € | € |
| Other taxation and social security | | 2,762 | 3,104 |
| Accrued income | | 8,627 | 7,078 |
| Other creditors including tax and social insurance | | 10,850 | 23,600 |
| | | <u>22,239</u> | <u>33,782</u> |
| 8 Creditors: amounts falling due after more than one year | | 2020 | 2019 |
| | Notes | € | € |
| Other borrowings | | 12,000 | 23,967 |
| Government grants | 9 | 723,394 | 742,283 |
| | | <u>735,394</u> | <u>766,250</u> |
| 9 Deferred grants | | 2020 | 2019 |
| | Notes | € | € |
| Deferred grants at 1 October | | 742,283 | 748,009 |
| Capital grants received in year | | 21,600 | 13,474 |
| Amortised in year | 14 | (40,489) | (19,200) |
| Deferred grants at 30 September | | <u>723,394</u> | <u>742,283</u> |

Pobal and the Minister for Children and Youth Affairs have a legal charge over the land and premises to the value of €500,000. This charge relates to the capital grant of €500,000 awarded for the childcare facility.

10 Members' liability

The company is limited by guarantee, not having a share capital and consequently the liability of members is limited, subject to an undertaking by each member to contribute to the net assets or liabilities of the company on winding up such amounts as may be required not exceeding €1.27.

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2020

11 Cash generated from operations

| | 2020 | 2019 |
|--|---------------|---------------|
| | € | € |
| Surplus for the year after tax | 60,150 | 32,705 |
| Adjustments for: | | |
| Finance costs | 283 | 743 |
| Depreciation and impairment of tangible fixed assets | 26,571 | 23,682 |
| Movements in working capital: | | |
| Increase in debtors | (18,172) | (428) |
| Increase/(decrease) in creditors | 1,207 | (2,499) |
| Decrease in deferred income | (18,889) | (5,726) |
| Cash generated from operations | <u>51,150</u> | <u>48,477</u> |

12 Analysis of changes in net funds

| | 1 October 2019 | Cash flows | 30 September 2020 |
|---------------------------------|-------------------|---------------|----------------------|
| | € | € | € |
| Cash at bank and in hand | 65,274 | (1,700) | 63,574 |
| Borrowings excluding overdrafts | (40,467) | 24,717 | (15,750) |
| | <u>24,807</u> | <u>23,017</u> | <u>47,824</u> |

13 Grants received - Circular 13 Requirements

The company is compliant with relevant Circulars, including Circular 44/2006, "Tax Clearance Procedures Grants, Subsidies and Similar Type Payments".

Grant 1

| | |
|---|--|
| Agency | Pobal |
| Sponsoring Government Dept. | Department of Employment Affairs and Social Protection |
| Grant Programme | Community Services Programme |
| Purpose of the Grant | Pay and general administration |
| Total Grant Received | €51,552 |
| - Grant carried forward from prior year | €6,578 |
| - Grant taken to income in the period | €54,192 |
| - Any grant amounts deferred or due at year end | €3,938 |
| Expenditure | €54,192 |
| Term | Expires 31 December 2021 |
| Received year end | 30 September 2020 |
| Capital Grant | No |

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2020

13 Grants received - Circular 13 Requirements

(Continued)

| | |
|---|--|
| Restriction on use | Support for staff wages and operating costs |
| Tax Clearance | Yes |
| | |
| <u>Grant 2</u> | |
| Agency | Donegal County Council |
| Sponsoring Government Dept. | Department of Community and Rural Affairs |
| Grant Programme | LEADER |
| Purpose of the Grant | Service provision/charitable activity |
| Total Grant Received | €18,600 |
| - Grant carried forward from prior year | Nil |
| - Grant taken to income in the period | Nil |
| - Any grant amounts deferred or due at year end | Nil |
| | |
| Expenditure | €24,850 |
| | |
| Term | N/A |
| Received year end | 30 September 2020 |
| Capital Grant | Yes |
| Restriction on use | Installation of new LED lighting. Grant to be written off over the life of the assets acquired with the grant funds. |
| | |
| Tax Clearance | Yes |
| | |
| <u>Grant 3</u> | |
| Agency | Donegal County Council |
| Sponsoring Government Dept. | Department of Community and Rural Affairs |
| Grant Programme | Development Fund Initiative |
| Purpose of the Grant | Service provision/charitable activity |
| Total Grant Received | €3,000 |
| - Grant carried forward from prior year | Nil |
| - Grant taken to income in the period | Nil |
| - Any grant amounts deferred or due at year end | Nil |
| | |
| Expenditure | €3,000 |
| | |
| Term | N/A |
| Received year end | 30 September 2020 |
| Capital Grant | Yes |
| Restriction on use | Installation of new doors. Grant to be written off over the life of the assets acquired with the grant funds. |
| | |
| Tax Clearance | Yes |
| | |
| <u>Grant 4</u> | |
| Agency | The Heritage Council |
| Sponsoring Government Dept. | Department of Arts, Heritage and Gaeltacht |
| Grant Programme | Adopt a Monument 2019 |
| Purpose of the Grant | Service provision/charitable activity |
| Total Grant Received | €10,000 |
| - Grant carried forward from prior year | Nil |

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2020

13 Grants received - Circular 13 Requirements

(Continued)

| | |
|---|--|
| - Grant taken to income in the period | €10,000 |
| - Any grant amounts deferred or due at year end | Nil |
| Expenditure | €10,000 (included in Legal and professional fees) |
| Term | N/A |
| Received year end | 30 September 2020 |
| Capital Grant | No |
| Restriction on use | Funding to be used for Malin Well Old Church Conservation Project |
| Tax Clearance | Yes |
| <u>Grant 5</u> | |
| Agency | Pobal |
| Sponsoring Government Dept. | Department of Rural and Community Development |
| Grant Programme | Covid-19 Stability Scheme |
| Purpose of the Grant | Service provision/charitable activity |
| Total Grant Received | €17,815 |
| - Grant carried forward from prior year | Nil |
| - Grant taken to income in the period | €17,815 |
| - Any grant amounts deferred or due at year end | Nil |
| Expenditure | €21,577 |
| Term | 12 months ended 31 December 2020 |
| Received year end | 30 September 2020 |
| Capital Grant | No |
| Restriction on use | Funding to be used to support delivery of services during Covid-19 pandemic |
| Tax Clearance | Yes |
| <u>Grant 6</u> | |
| Agency | Failte Ireland |
| Sponsoring Government Dept. | Department of Transport, Tourism and Sport |
| Grant Programme | May the 4th Be With You |
| Purpose of the Grant | Service provision/charitable activity |
| Total Grant Received | €5,194 |
| - Grant carried forward from prior year | Nil |
| - Grant taken to income in the period | €5,194 |
| - Any grant amounts deferred or due at year end | Nil |
| Expenditure | €5,194 (included in Events expenses) |
| Term | N/A |
| Received year end | 30 September 2020 |
| Capital Grant | No |
| Restriction on use | Funding to be used for expenditure related to planned "May the 4th Be With You" festival |
| Tax Clearance | Yes |

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

14 Analysis of Income

| | 2020 | 2019 |
|---|----------------|----------------|
| | € | € |
| Pobal CSP grant | 54,192 | 54,021 |
| Donegal County Council service contract | 9,750 | - |
| Fundraising and donations | 28,294 | 29,627 |
| Rent receivable | 13,590 | 18,865 |
| Room hire | 3,971 | 8,653 |
| ETB funding | 4,026 | 5,536 |
| Course income | 1,537 | 5,369 |
| Other grants | 15,604 | 1,343 |
| Trading income | 51 | 2,281 |
| | <u>131,015</u> | <u>125,695</u> |

Analysis of Other operating income

| | | |
|-------------------------------------|---------------|---------------|
| Capital grants amortised | 40,489 | 19,200 |
| Coronavirus-related grants received | 17,815 | - |
| | <u>58,304</u> | <u>19,200</u> |

Note:

On review of the capital grants included in deferred income a number of smaller grants for assets which have been fully depreciated were identified. These grants had been amortised at the 2% straight line rate rather than the 15% straight line rate applicable to the assets. The remaining balance of these grants, amounting to €16,311, has been amortised in the current year and is included in the total of €40,489 amortised in the year.

15 Events after the reporting date

Due to the continuing Covid-19 national restrictions the Company has been unable to hold a number of its regular fundraising events, hire out rooms for social gatherings or hold any in-person education courses. Some fundraising has continued and rental income continues to be received from tenant businesses. Albeit that the vaccination programme is well underway it is still not possible at this time to estimate the duration and severity of that impact on the financial position and results of the Company for future periods.

The directors have determined that these events are non-adjusting subsequent events and, accordingly, the financial position as at and the results for the year ended 30th September 2020 have not been adjusted.

16 Non-audit services provided by auditor

In common with many businesses of our size and nature we use our auditor to assist with the preparation of the financial statements.

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2020

17 Approval of financial statements

The directors approved the financial statements on the 19 May 2021

MALIN HEAD COMMUNITY ASSOCIATION COMPANY LIMITED BY GUARANTEE

SCHEDULE OF ADMINISTRATIVE EXPENSES FOR THE YEAR ENDED 30 SEPTEMBER 2020

| | 2020 | 2019 |
|----------------------------------|----------------|----------------|
| | € | € |
| Administrative expenses | | |
| Wages and salaries | 53,331 | 49,147 |
| Employer's PRSI | 5,334 | 4,874 |
| Events expenses | 9,674 | 6,410 |
| Course fees | 2,610 | 4,630 |
| Cleaning | 599 | 110 |
| Power, light and heat | 6,127 | 8,577 |
| Repairs and maintenance | 3,884 | 3,397 |
| Insurance | 1,975 | 1,933 |
| Legal and professional fees | 10,001 | - |
| Accountancy | 1,018 | 968 |
| Audit fees | 2,722 | 2,700 |
| Charitable donations | 938 | 2,068 |
| Bank charges | 339 | 347 |
| Printing, postage and stationery | 1,836 | 1,666 |
| Advertising | 564 | 146 |
| Telecommunications | 1,060 | 792 |
| Sundry expenses | 303 | - |
| Depreciation | 26,571 | 23,682 |
| | <u>128,886</u> | <u>111,447</u> |