

Company registration number: 420814

**Mid West Simon Community
Company Limited by Guarantee and not having Share Capital**

Financial statements

for the financial year ended 31 December 2019

**Mid West Simon Community
Company Limited by Guarantee and not having Share Capital**

Contents

	Page
Directors and other information	1 - 2
Directors report	3 - 6
Directors responsibilities statement	7
Independent auditor's report to the members	8 - 10
Income and expenditure account	11
Balance sheet	12 - 13
Statement of changes in funds	14
Notes to the financial statements	15 - 24

**Mid West Simon Community
Company limited by guarantee**

Directors and other information

Directors	Amy Healy Mark Kennedy Mary T Tierney Kevin Barry Liam Toland Patrick Tiernan Garrett Greene Lorcan Byrne David Hickey
Secretary	Catherine Surant
Company number	420814
Registered office	Unit 1 Steamboat Quay Dock Road Limerick
Business address	Unit 1 Steamboat Quay Dock Road Limerick
Auditor	FDC & Associates St. Michael Street, Tipperary Co. Tipperary.
Bankers	Bank of Ireland 125 O'Connell Street Limerick
Charitable Status No.	CHY 17187
Charities Regulatory Authority No.	20063450

**Mid West Simon Community
Company Limited by Guarantee and not having Share Capital**

Directors report

Directors

The names of the persons who at any time during the financial year were directors of the company are as follows:

Kevin Barry
Lorcan Byrne
Shelagh Graham (Retired 24 April 2019)
Garrett Greene
Amy Healy (Appointed 24 April 2019)
David Hickey (Appointed 01 May 2019)
Mark Kennedy (Appointed 24 April 2019)
Geraldine Lambert (Retired 24 April 2019)
John O'Flaherty (Retired 24 April 2019)
Patrick Tiernan (Appointed 04 March 2019)
Mary T Tierney (Appointed 25 May 2019)
Liam Toland (Appointed 24 May 2019)

Accounting Records

The measures taken by the directors to secure compliance with the requirements of sections 281 to 285 of the Companies Act 2014 are the implementation of necessary policies and procedures for recording transactions. The company employs competent accounting personnel with appropriate expertise and provides adequate resources to the financial function. The accounting records of the company are located at the charities premises, Woodquay, Ennis, Co. Clare.

Statement on relevant audit information

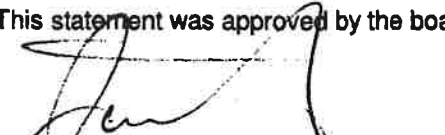
In the case of each of the persons who are directors at the time this report is approved in accordance with section 332 of Companies Act 2014:

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

Auditors

FDC and Associates, the successor firm to Noonan and Company, will continue in office in accordance with Section 383 of the Companies Act 2014.

This statement was approved by the board on the 21 April 2020 and signed on its behalf by:



David Hickey



Kevin Barry

**Mid West Simon Community
Company limited by guarantee**

Directors and other information (continued)

Solicitors

Dundon Callinan
17 The Crescent
Limerick

D. J. O'Malley & Co
10 Glentworth Street
Limerick

**Mid West Simon Community
Company Limited by Guarantee and not having Share Capital**

Directors report

The directors present their annual report and the audited financial statements of the charity for the financial year ended 31 December 2019.

The financial statements have been prepared in accordance with Irish GAAP (accounting standards issued by the Financial Reporting Council of the UK and promulgated by the Institute of Chartered Accountants in Ireland and the Companies Act 2014). The entity financial statements comply with 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (FRS 102) and the Companies Act 2014, which is effective from 1 January 2015. The financial statements have also been prepared with reference to the Charities SORP (FRS 102).

The content of the director's annual report is set out in the following headings:

- Objectives and activities
- Achievements and performance
- Financial review
- Structure, Governance and Management
- Reference and Administrative details

Objectives And Activities

In 2019, MW Simon provided the following services to 8,112 different people. The services offered were Supported Temporary Accommodation (STA), Housing First (HF), Tenancy Sustainment (TS) and Foodbank services. Women accounted for 30% and children accounted for 40% of all people supported across MW Simon's services in 2019

During 2019, 48 families and individuals, made up of 57 adults and 47 children were resident in the Family Hub and Westbrook House. The occupancy rate was 94%. This service provides 24/7 short term emergency accommodation and all referrals are received through the local Council's Homeless Action Team.

The Housing First provides a high quality service that ensures a continuum of support and promotes community integration and full independence for people using our services. In 2019 MW Simon Community supported 26 people within Housing First. To date there has been 100% tenancy sustainment with all clients housed. The programme offers intensive support to clients engaging in back to education and a volunteer programme whereby clients are given opportunities to volunteer with MW Simon with the prospect of progressing into paid employment through employment schemes. This year the Housing First team has engaged proactively with Housing First Clients to support them into employment support (Community Employment, TUS) schemes with the organisation.

Across our Tenancy Sustainment throughout 2019 the housing support team worked with individuals and families to help them move out of homelessness, putting the necessary supports in place for them to maintain their new homes with MW Simon Community. This support is critical to tenancy sustainment and during 2019 the service maintained its 100% tenancy sustainment record. As a social landlord, MW Simon provide 63 permanent housing units. During 2019, 29 people were newly housed in these permanent housing units.

MW Simon Foodbank offers a listening ear in a warm, friendly and non-judgemental environment. MW Simon receives funding from the Fund for European Aid to the most Deprived (FEAD) in the form of food aid. Each month, 18 pallets of branded basic staples (pasta, rice, cereals, tea, coffee etc.) are delivered for distribution to registered clients. In 2019 approximately 7,300 people across the MW region benefited from this programme. Volunteers organise and participate in a variety of events including flag days and collections and community based events to help raise funds.

Through our ongoing engagement MW Simon communicates information and policy advocacy messages to stakeholders, the general public, to politicians, policy makers and influencers. We continue to make submissions on best practice and methods of improving the lives of our service users as we endeavour to continually seek ways of providing a first class service whilst working to end homelessness.

We continued to represent the people we support at Local and Regional Homeless Fora and continued to represent MW Simon at a national level at the Simon Communities of Ireland.

Plans for future periods

**Mid West Simon Community
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Directors report

- Plan our strategic Community Plan for the period 2021-2024.
- Align all MW Simon services with a Trauma Informed Care approach.
- Secure additional housing units through a range of sources as housing options for people.
- Complete the development of 5 self-contained units on Henry Street, Limerick.
- Improve the situation of people who are currently homeless through MW Simon acting as a leading advocate for the right to housing and supports for all at a national and local level.
- Continue to implement in full the National Quality Standards Framework across all services.

Financial Review

The directors report the following financial events during the year.

The financial results for the year ended 31 December 2019 are shown in the Income and Expenditure Account on page 11 and are considered satisfactory by the Board.

In 2019 MW Simon Community generated income of €1,544,242. This compared to income of €1,496,409 in 2018.

Expenditure in 2019 was €1,693,302 which was up from €1,574,567 in 2018.

During the year to December 2019 the following restricted funds were received:

- Capital Assistance Scheme, funded by the Department of Housing, Planning & Local Government and administered by Clare, Limerick and Tipperary council. €1,830,875 funding was provided for the purchase of 7 extra housing units throughout 2019 in the MW Region.
- Limerick City Council, the amount of grant awarded was €386,936. The grant was in support of the Family Hub Provision, Housing First programme. This funding was restricted to support the above listed programmes operating costs.
- Clare County Council, the amount of the grants awarded was €44,877. The grant was in support of the Westbrook House STA. This funding was restricted to support the listed programme.
- DEASP, awarded the grant amount of €226,249 for the operation of the Community Employment Scheme, providing workplace opportunities for up to 20 individuals.

Reserves strategy

MW Simon Community is a charitable company limited by guarantee and not having a share capital and incorporated in the Republic of Ireland under the Companies Acts 2014. 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 one Euro (€1).

The organisation has a Constitution/Memorandum and Articles of Association. Directors act in a voluntary capacity and do not receive any benefits or remuneration. The Board of Directors is comprised of members who give appropriate expertise and representation of as many social and economic sectors as is possible. It is responsible for governance and for developing and approving policies and strategies. It is registered with the Charities Regulatory Authority and has signed up to the Governance Code for voluntary organisations. The MW Simon Community adheres to the statement of guiding principles for fundraising.

The internal control systems aim to ensure compliance with laws and policies and efficient and effective use of the Company's resources. They also safeguard the Company's assets and maintain the integrity of the financial information produced. Financial information is subject to detailed review allowing for continuous monitoring of the organisations operations and financial status.

The day to day management of the Community is delegated to the management team who are responsible for the implementation of these policies and strategies, as approved by the board of directors, and for managing the operation and delivery of services in line with MW Simon Community values. The day to day management of the Company is delegated to the CEO, Jackie Bonfield, supported by the management team. The Board has established a Finance, Audit and Risk committee, a Services committee, a Staff Wellbeing committee and a Fundraising committee.

The MW Simon Community is committed to openness and transparency both within the organisation and externally with donors, funders, supporters and the public.

**Mid West Simon Community
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Directors report

The charity has been granted charitable status under section 207 and 208 of the Taxes Consolidation Act 1997, charity No. CHY 17187.

Directors and secretary and their interests

The directors do not hold any beneficial interest in the charity

Principal risks and uncertainties

MW Simon Community is committed to effectively managing its' risk on a formal basis to support better decision making based on a clear understanding of risks and their likely impact.

The directors have ultimate responsibility for managing risk and are aware of the risks associated with the operating activities of the Community. The major risks include financial risks, operational and safety risks, compliance risks and reputational risks

The charity mitigates these risks as follows:

- The charity continually monitors the level of activity, prepares and monitors its budgets, targets and projections.
- The charity has a policy of maintaining cash reserves as outlined above.
- The charity closely monitors emerging changes to regulations and legislation on an ongoing basis.

Internal control risks are minimised by the implementation of financial policies and procedures which controls the authorisation of all transactions and projects.

The charity has no interest rate risk due to the fact that the charity has no borrowings

Reference and Administrative Details

Name of Charity: Mid West Simon Community

Company Number: 420814

Charitable Status Number: CHY 17187

Charities Regulatory

Authority No: 20063450

Address: Speakers Corner, Limerick.

Senior Management:

Chief Executive Officer Jackie Bonfield

Exemption From Disclosure

The charity has not availed of any disclosure exemptions.

Funds Held As Custodian Trustee On Behalf Of Others

The charity does not hold any funds or other assets by way of custodian arrangement.

Going Concern

The current COVID 19 crises poses risks in terms of current and future operations. However the Board are satisfied that the company has adequate reserves and is confident that it will continue its charitable activities for the foreseeable future, subject to satisfactory funding arrangements.

Events after the end of the financial year

There were no post balance sheet events which require disclosure.

Political donations

The charity did not make any political donations during the year.

**Mid West Simon Community
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Directors responsibilities statement

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

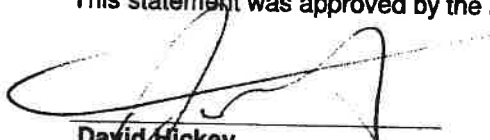
Irish company law requires the directors to prepare financial statements for each financial year. Under the law, the directors have elected to prepare the financial statements in accordance with the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of 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 profit or loss 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 then apply them consistently;
- make judgments and accounting 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

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 profit or loss of the company to be determined with reasonable accuracy, enable them to ensure that the financial statements and directors report comply with the 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.

This statement was approved by the board on the 21 April 2020 and signed on its behalf by:


David Hickey
Director


Kevin Barry
Director

Independent auditor's report to the members of Mid West Simon Community

Opinion

We have audited the financial statements of Mid West Simon Community which comprise the balance sheet as at 31 December 2019, and the income statement, statement of changes in equity and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the Company give a true and fair view of the state of the assets, liabilities and financial position of the company as at 31 December 2019, and of its surplus/(deficit) for the year then ended, are prepared in all material respects, in accordance with Irish law and FRS 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland issued by the Financial Reporting Council

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

This 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 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.

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 the financial statements in Ireland including the Irish Auditing and Accounting Supervisory Authority (IAASA) Ethical Standard and we have fulfilled our other 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. 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.

Independent auditor's report to the members of Mid West Simon Community

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 for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- In our opinion, the directors' report is consistent with the financial statements and has been prepared in accordance with the Companies Act 2014 and;
- 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

Matter on which we are required to report by exception

In the light of our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' 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.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

As explained more fully in the directors' responsibilities statement, management is responsible for the preparation of the financial statements in accordance with Irish law and FRS 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland issued by the Financial Reporting Council and for such internal control as management determines 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, management is 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.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

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 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.

As part of an audit in accordance with ISAs, we exercise professional judgment 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

**Independent auditor's report to the members of
Mid West Simon Community**

- Conclude on the appropriateness of management's 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

James Noonan
For and on behalf of
FDC & Associates
(Incorporating Noonan O' Cinneide & Co.)
St. Michael Street,
Tipperary
Co. Tipperary.

21 April 2020

**Mid West Simon Community
Company Limited by Guarantee and not having Share Capital**

**Income and expenditure account (continued)
Financial year ended 31 December 2019**

	Note	2019 €	2018 €
Income		1,544,242	1,496,409
Administrative expenses		(1,693,302)	(1,574,567)
Other operating income	5	223,918	181,226
Operating surplus	6	<u>74,858</u>	<u>103,068</u>
Surplus before taxation		<u>74,858</u>	<u>103,068</u>
Tax on surplus		-	-
Surplus for the financial year		<u><u>74,858</u></u>	<u><u>103,068</u></u>

The company has no other recognised items of income and expenses other than the results for the financial year as set out above.

The notes on pages 15 to 24 form part of these financial statements.

**Mid West Simon Community
Company Limited by Guarantee and not having Share Capital**

**Balance sheet
As at 31 December 2019**

	Note	2019 €	€	2018 €	€
Fixed assets					
Tangible assets	10	6,836,278		5,584,784	
			6,836,278		5,584,784
Current assets					
Debtors	11	236,190		58,245	
Cash at bank and in hand		466,283		657,287	
		702,473		715,532	
Creditors: amounts falling due within one year	12	(147,292)		(258,768)	
Net current assets		555,181		456,764	
Total assets less current liabilities		7,391,459		6,041,548	
Creditors: amounts falling due after more than one year	13	(6,571,475)		(5,296,422)	
Net assets		<u>819,984</u>		<u>745,126</u>	
Funds:					
Retained funds	16	819,984		745,126	
Total funds		<u>819,984</u>		<u>745,126</u>	

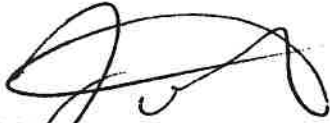
These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

The notes on pages 15 to 24 form part of these financial statements.

**Mid West Simon Community
Company Limited by Guarantee and not having Share Capital**

**Balance sheet (continued)
As at 31 December 2019**

These financial statements were approved by the board of directors on 21 April 2020 and signed on behalf of the board by:



**David Hickey
Director**



**Kevin Barry
Director**

The notes on pages 15 to 24 form part of these financial statements.

**Mid West Simon Community
Company Limited by Guarantee and not having Share Capital**

**Statement of changes in funds
Financial year ended 31 December 2019**

	Income and expenditure account €	Total €
At 1 January 2018	642,058	642,058
Surplus for the financial year	103,068	103,068
At 31 December 2018 and 1 January 2019	<u>745,126</u>	<u>745,126</u>
Surplus for the financial year	74,858	74,858
At 31 December 2019	<u><u>819,984</u></u>	<u><u>819,984</u></u>

**Mid West Simon Community
Company Limited by Guarantee and not having Share Capital**

**Notes to the financial statements
Financial year ended 31 December 2019**

1. General information

The company is a private company limited by guarantee, registered in Ireland. The address of the registered office is Unit 1, Steamboat Quay, Dock Road, Limerick.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102 Section 1A, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

3. Accounting policies and measurement bases

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in Euro, which is the functional currency of the entity.

Going concern

The directors have a reasonable expectation, after making enquiries, that the company is well placed to continue its operations for the foreseeable future. Therefore, the financial statements have been prepared on a going concern basis.

Change in formats

The Directors have availed of the provisions of Section 291(5) of the Companies Act 2014 to use a format for the financial statements that better describes the activities of a company not trading for a profit. The main change being the replacement of the title "profit and loss" with the title "Income and Expenditure" and consequential changes in descriptions of certain items to be consistent with the descriptions appropriate to the not for profit sector.

Judgements and key sources of estimation uncertainty

The preparation of the 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 experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Income

The company is funded mainly by grants from state agencies. These grants are treated as income in the period to which they relate. Other income including voluntary donations, fundraising etc are recognised as income in the period they relate to.

Taxation

No charge to current or deferred taxation arises as the charity has been granted charitable status under Sections 207 and 208 of the Taxes Consolidation Act 1997, Charity No CHY 17187.

**Mid West Simon Community
Company Limited by Guarantee and not having Share Capital**

**Notes to the financial statements (continued)
Financial year ended 31 December 2019**

Tangible assets

Tangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated depreciation and impairment losses.

Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in capital and reserves, except to the extent it reverses a revaluation decrease of the same asset previously recognised in surplus or deficit. A decrease in the carrying amount of an asset as a result of revaluation is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in capital and reserves in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in capital and reserves in respect of that asset, the excess shall be recognised in surplus or deficit.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Property	- 4%	straight line
Office Equipment	- 15%	straight line
Leased Assets	- 15%	straight line
Motor vehicles	- 15%	straight line
Fixtures & Fittings	- 15%	straight line

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

Impairment

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

When it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

**Mid West Simon Community
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**Notes to the financial statements (continued)
Financial year ended 31 December 2019**

Hire purchase and finance leases

Assets held under finance leases are recognised in the balance sheet as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

Government grants are recognised using the accrual model and the performance model.

Under the accrual model, government grants relating to revenue are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate. Grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the entity with no future related costs are recognised in income in the period in which it becomes receivable.

Grants relating to assets are recognised in income on a systematic basis over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income and not deducted from the carrying amount of the asset.

Under the performance model, where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

**Mid West Simon Community
Company Limited by Guarantee and not having Share Capital**

**Notes to the financial statements (continued)
Financial year ended 31 December 2019**

Financial Instruments

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in surplus or deficit immediately.

Any reversals of impairment are recognised in surplus or deficit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Capital Assistance Scheme Loans

Loans under Capital Assistance Schemes, receivable from local authorities for the purposes of acquiring and developing specified housing properties and advanced to the community under the terms of a mortgage agreement, are recognised in the financial statements as creditors repayable on fixed terms. Under the terms of the mortgage agreement, the Community is relieved of monthly capital interest repayments by the relevant local authority provided the Community is in compliance with certain specific conditions. The repayments so relieved are recognised in the income and expenditure account as they are waived or relieved.

The amounts repayable to the local authorities under the terms of the Capital Assistance Scheme, representing advances received as reduced by repayments relieved, are disclosed as creditors classified as amounts repayable within one year and amounts repayable after more than one year.

4. Limited by guarantee

Mid West Simon Community is a company limited by guarantee not having any share capital. The charity has been granted charitable tax status under Sections 207 and 208 of the Taxes Consolidation Act 1997, Charity No CHY 19634 and is registered with the Charities Regulatory Authority.

5. Other operating income

	2019	2018
	€	€
Mortgage payments relieved	<u>223,918</u>	<u>181,226</u>

**Mid West Simon Community
Company Limited by Guarantee and not having Share Capital**

**Notes to the financial statements (continued)
Financial year ended 31 December 2019**

6. Operating surplus

Operating surplus is stated after charging/(crediting):

	2019	2018
	€	€
Depreciation of tangible assets	285,552	240,715
Fees payable for the audit of the financial statements	4,121	2,460
	<u> </u>	<u> </u>

7. Staff costs

The average number of persons employed by the company during the financial year, was 44 (2018: 22).

8. Directors remuneration

The directors act in a voluntary capacity and do not receive any remuneration.

9. Appropriations of Income and expenditure account

	2019	2018
	€	€
At the start of the financial year	745,126	642,058
Surplus for the financial year	74,858	103,068
At the end of the financial year	<u>819,984</u>	<u>745,126</u>

**Mid West Simon Community
Company Limited by Guarantee and not having Share Capital**

**Notes to the financial statements (continued)
Financial year ended 31 December 2019**

10. Tangible assets	Property	Motor vehicles	Office Leased assets equipment	Shop Fixtures & fittings	Support services fixtures & fittings	Total
	€	€	€	€	€	€
Cost						
At 1 January 2019	5,916,227	10,000	67,256	44,770	10,928	6,057,291
Additions	1,519,066	-	7,528	1,032	9,420	1,537,046
At 31 December 2019	<u>7,435,293</u>	<u>10,000</u>	<u>74,784</u>	<u>45,802</u>	<u>20,348</u>	<u>7,594,337</u>
Depreciation						
At 1 January 2019	375,038	6,500	41,248	39,675	5,119	472,507
Charge for the financial year	270,794	1,000	7,238	1,990	3,052	285,552
At 31 December 2019	<u>645,832</u>	<u>7,500</u>	<u>48,486</u>	<u>41,665</u>	<u>8,171</u>	<u>756,059</u>
Carrying amount						
At 31 December 2019	<u>6,789,461</u>	<u>2,500</u>	<u>26,298</u>	<u>4,137</u>	<u>12,177</u>	<u>6,836,278</u>
At 31 December 2018	<u>5,541,189</u>	<u>3,500</u>	<u>26,008</u>	<u>5,095</u>	<u>5,809</u>	<u>5,584,784</u>

**Mid West Simon Community
Company Limited by Guarantee and not having Share Capital**

**Notes to the financial statements (continued)
Financial year ended 31 December 2019**

11. Debtors

	2019	2018
	€	€
Debtors & prepayments	236,190	58,245
	236,190	58,245

12. Creditors: amounts falling due within one year

	2019	2018
	€	€
Bank loans & overdrafts	458	718
Trade creditors	46,396	68,551
Obligations under finance leases	912	912
Other creditors	-	(2,550)
Tax and social insurance:		
PAYE and social welfare	20,798	49,735
Accruals	8,617	5,884
Deferred income	70,111	135,518
	147,292	258,768

13. Creditors: amounts falling due after more than one year

	2019	2018
	€	€
Obligations under finance leases	676	1,683
Deferred income - Capital Grants	6,570,799	5,294,739
	6,571,475	5,296,422

14. Details of Indebtedness

Loans under Capital Assistance Schemes are received by the Community from the local authority Limerick City and County Council and Tipperary County Council, by way of mortgage, and are repayable over the repayment periods for each funding agreement ranging from 20 to 30 years.

Limerick City and County Council and Tipperary County Council have a charge over Community properties as security for the finance received. Under the terms of the mortgage, the Community is relieved of monthly capital and interest repayments so long as the Community is in compliance with specific conditions set out in the relevant mortgage agreement, primarily with respect to the use and maintenance of the related properties.

**Mid West Simon Community
Company Limited by Guarantee and not having Share Capital**

**Notes to the financial statements (continued)
Financial year ended 31 December 2019**

15. Capital Assistance Scheme Loans

	2019	2018
	€	€
At the start of the financial year	5,294,739	3,645,090
Received or receivable	1,499,978	1,830,875
Released to income and expenditure account	(223,918)	(181,226)
At the end of the financial year	<u>6,570,799</u>	<u>5,294,739</u>

The amounts recognised in the financial statements for capital assistance scheme loans are as follows:

	2019	2018
	€	€
Recognised in creditors:		
Deferred government grants due within one year		41,156
Loans due after more than one year	6,570,799	5,294,739
	<u>6,570,799</u>	<u>5,335,895</u>
Recognised in other operating income:		
Relieved payments recognised directly in income	<u>223,918</u>	<u>181,226</u>

16. Reconciliation of movements in accumulated funds

	Balance at start of year	Incoming resources	Resources expended	Balance at end of year
	€	€	€	€
Restricted income				
Deposit rental scheme	-	-	-	-
Housing first	-	89,000	89,000	-
Support services	-	44,877	44,877	-
Family Hub	-	297,936	297,936	-
Foodbank	-	-	-	-
CE Scheme	-	226,249	226,249	-
Total restricted funds	<u>-</u>	<u>658,062</u>	<u>658,062</u>	<u>-</u>
Unrestricted funds	680,069	1,088,330	1,035,240	733,159
Reserves	680,069	1,746,392	1,693,302	733,159
Property sinking fund	65,057	21,768	-	86,825
	<u>745,126</u>	<u>1,768,160</u>	<u>1,693,302</u>	<u>819,984</u>

**Mid West Simon Community
Company Limited by Guarantee and not having Share Capital**

**Notes to the financial statements (continued)
Financial year ended 31 December 2019**

17. State Grants

(a) Grantor	Grant Name	Grant Purpose	Grant Award €	Grant Receipts €	Grant Accrued €	Grant Deferred €	Grant Income €
Limerick City & County Council	Food Bank	Food Bank	-	-	18,333	-	18,333
Limerick City & County Council	Family Support	Family Hub	297,936	297,936	-	-	297,936
Limerick City & County Council	Family Support	Family Hub	44,877	44,877	-	-	44,877
Limerick City & County Council	Housing First	Housing	89,000	89,000	22,250	22,250	89,000
Limerick city & County Council	Support services	Support services	36,700	36,700	-	-	36,700
Clare County Council	Support services	Support services	1,115	1,115	-	-	1,115
Dept. of Employment Affairs & Social Protection	Community Employment	Pay & Training	226,249	92,185	-	41,156	51,029
			<u>695,877</u>	<u>561,813</u>	<u>40,583</u>	<u>63,406</u>	<u>538,990</u>

(b) Capital grant funding of €1,780,511 was received from the state during the year.

(c) Employees

	No of Employees
Employee Benefits €60,000 - €70,000	<u>1</u>
Total Employer Pension Contributions	<u>NIL</u>

(d) Tax Clearance

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

This note is in adherence with the requirements set out in Circular 13/2014 which supersedes Circular 17/2010.

18. Related party transactions

Mid West Simon Community did not enter into any transactions with related parties during the year ended 31st December 2018 and the year ended 31st December 2017.

**Mid West Simon Community
Company Limited by Guarantee and not having Share Capital**

**Notes to the financial statements (continued)
Financial year ended 31 December 2019**

19. Ethical standards

As a small entity under the provisions of the APB in relation to Ethical Standards we engage our auditor to provide CRO filing and accounts preparation services.

20. Controlling party

The company is controlled by its board of directors.

21. An analysis of income is as follows

	<u>2019</u>	<u>2018</u>
	€	€
Local Authorities	431,813	458,811
HSE	13,786	-
Donations and funding	455,779	632,774
Rent receiveable	289,417	216,856
D.E.A.S.P.	226,249	51,029
Other income	127,186	134,151
Total Income	<u>1,544,230</u>	<u>1,493,621</u>

22. Approval of financial statements

The board of directors approved these financial statements for issue on 21 April 2020.