

Mendicity Institution

(A company limited by guarantee, without a share capital)

Directors' Report and Unaudited Financial Statements

for the period from 8 June 2017 (date of incorporation) to 31 December 2017

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DIRECTORS AND OTHER INFORMATION

Directors

Eimhin Walsh
Caroline Jane Carson
Betty Sisson
Fr. John Collins
Anthony O'Rourke
Patrick Bewley (Resigned 6 December 2017)
Trevor Lloyd

Company Secretary

Eimhin Walsh (Appointed 6 December 2017)
Caroline Jane Carson (Resigned 6 December 2017)

Company Number

605690

Charity Number

20162429

Registered Office and Business Address

9 Island Street
Dublin 8

Accountants

Merry Mullen
Chartered Accountants
18 Westland Square
Pearse Street
Dublin 2

Bankers

Bank of Ireland
Lower Baggot Street
Dublin 2

Mendicity Institution

(A company limited by guarantee, without a share capital)

DIRECTORS' REPORT

for the period from 8 June 2017 (date of incorporation) to 31 December 2017

The directors present their report and the unaudited financial statements for the period from 8 June 2017 (date of incorporation) to 31 December 2017.

This set of financial statements is prepared by The Mendicity Institution in accordance with accounting standards issued by the Financial Reporting Council, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") as modified by the Statement of Recommended Practice "Accounting and Reporting by Charities" effective 1 January 2015. The charity has applied the Charities SORP on a voluntary basis as its application is not a requirement of the current regulations for charities registered in the Republic of Ireland; however it is considered best practice.

Reference and Administrative Details

The organisation is a charitable company with a registered office at Island Street, Dublin 8. The charity operates under the name Mendicity Institution. The companies registered number is 605690.

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

The charity has been granted charitable tax status under Sections 207 and 208 of the Taxes Consolidation Act 1997, Charity No CHY 20162429.

There has been no significant change in these activities during the period from 8 June 2017 (date of incorporation) to 31 December 2017.

The day to day management of the charity is directed by Louisa Santoro who is CEO of Mendicity Institution Limited. Key management personnel, being members of the Committee of Management:

The company have receives a grants from The Department of Justice and Equality of €225,000, 90% of the total grant amount will be paid in equal instalments over 3 years and the final 10% on final project report. This funds are restricted funds.

Principal Activities and Objectives

The charity has a committee of members who meet on a regular basis and are responsible for the strategic direction of the charity. The charity is run on a day to day basis by the CEO who is responsible for ensuring that the charity meets its long and short term aims and the day to day operations run smoothly.

The charity's objects and principal activities are to:

- Create opportunities for people experiencing homelessness, isolation and marginalisation to live better lives.
- Help people empower themselves so they can work their way out of homelessness and deprivation.

The mains area of the charity's charitable activity are:

- Serving homemade nutritious meals, free of charge, no questions asked.
- Provide the local community with activities and opportunities.
- To facilitate a path to independent living for homeless, vulnerable, poor and socially marginalized individuals.
- Teach men and women a trade, gave them rehabilitate employment.
- Providing basic English language classes

The charity served over 20,000 meals and offered assistance to more than 200 homeless service users.

Financial Results

The surplus for the period amounted to €67,810.

At the end of the period, the company has assets of €69,810 and liabilities of €2,000. The net assets of the company are €67,810.

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DIRECTORS' REPORT

for the period from 8 June 2017 (date of incorporation) to 31 December 2017

Directors and Secretary

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

Eimhin Walsh
Caroline Jane Carson
Betty Sisson
Fr. John Collins
Anthony O'Rourke
Patrick Bewley (Resigned 6 December 2017)
Trevor Lloyd

The secretaries who served during the period were;

Eimhin Walsh (Appointed 6 December 2017)
Caroline Jane Carson (Resigned 6 December 2017)

Reserves policy

The charity needs reserves to:

- Ensure the charity can continue to provide a stable service to those who need them.
- Meet contractual obligations as they fall due;
- Meet unexpected costs;
- Provide working capital when funding is paid in arrears;

The charity have a policy of transferring 80% of any retained surplus to a designated fund for future capital expenditure.

Based on this, the trustees are satisfied that it holds sufficient reserves to allow the charity to trade successfully.

Structure, Governance and Management

The organisation is a charitable institution trust.

The charity was established under a Constitution which established the objects and powers of the charitable and is governed under it Constitution and Managed by the committee of management and Trustees.

Future Developments

The company plans to continue its present activities and current trading levels. Employees are kept as fully informed as practicable about developments within the business.


Post Balance Sheet Events

There have been no significant events affecting the company since the period-end.


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 established appropriate books to adequately record the transactions of the company. The directors also ensure that the company retains the source documentation for these transactions. The accounting records are maintained at the company's office at 9 Island Street, Dublin 8.

Signed on behalf of the board


Fr John Collins
Director

Date: 10.09.2018


Caroline Carson
Director

Date: 10/9/18

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DIRECTORS' RESPONSIBILITIES STATEMENT

for the period from 8 June 2017 (date of incorporation) to 31 December 2017

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 surplus or deficit 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 for the company financial statements and then apply them consistently;
- make judgements 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
- 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 and enable them to ensure that the financial statements and Directors' Report comply with the Companies Act 2014. 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.

Signed on behalf of the board

- 
Fr John Collins
Director

Date: 10.09.2018


Caroline Carson
Director

Date: 10/9/18

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CHARTERED ACCOUNTANTS' REPORT

to the Board of Directors on the unaudited financial statements of Mendicity Institution for the period from 8 June 2017 (date of incorporation) to 31 December 2017


In accordance with our engagement letter and in order to assist you to fulfil your duties under the Companies Act 2014, we have prepared for your approval the financial statements of the company for the period from 8 June 2017 (date of incorporation) to 31 December 2017 which comprise the Income and Expenditure Account, the Balance Sheet, the Reconciliation of Members' Funds, the Cash Flow Statement and the related notes from the company's accounting records and from information and explanations you have given to us.

This report is made solely to the Board of Directors of Mendicity Institution, as a body, in accordance with the terms of our engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Mendicity Institution and state those matters that we have agreed to state to the Board of Directors of Mendicity Institution, as a body, in this report in accordance with the guidance of Chartered Accountants Ireland. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Mendicity Institution and its Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with guidance issued by Chartered Accountants Ireland and have complied with the ethical guidance laid down by Chartered Accountants Ireland relating to members undertaking the compilation of financial statements.

It is your duty to ensure that Mendicity Institution has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and surplus of Mendicity Institution. You consider that Mendicity Institution is exempt from the statutory audit requirement for the period.

We have not been instructed to carry out an audit or a review of the financial statements of Mendicity Institution. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.


MERRY MULLEN
Chartered Accountants
18 Westland Square
Pearse Street
Dublin 2

Date: 11th September 2018

Mendicity Institution


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STATEMENT OF FINANCIAL ACTIVITIES

for the period from 8 June 2017 (date of incorporation) to 31 December 2017

	Notes	Unrestricted Funds €	Restricted Funds €	2017 €
Income from:				
Grant	7	-	67,500	67,500
Donations	7	333	-	333
Total income		333	67,500	67,833
Expenditure on:				
Charitable activities		23	-	23
Total expenditure		23	-	23
Net movement in funds	12	310	67,500	67,810

Approved by the board on 10.09.2018 and signed on its behalf by:


Fr John Collins
Director


Caroline Carson
Director

Mendicity Institution

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BALANCE SHEET

as at 31 December 2017

	Notes	Dec 17 €
Current Assets		
Cash and cash equivalents		
Creditors: Amounts falling due within one year	9	69,810 (2,000)
Net Current Assets		<u>67,810</u>
Total Assets less Current Liabilities		<u>67,810</u>
Reserves		
Restricted Funds	10	67,500
Unrestricted Funds	10	310
Equity attributable to owners of the company		<u>67,810</u>

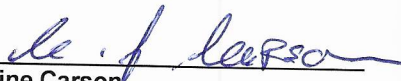
The financial statements have been prepared in accordance with the small companies' regime.

We as Directors of Mendicity Institution, state that -

- (a) the company is availing itself of the exemption provided for by Chapter 15 of Part 6 of the Companies Act 2014,
- (b) the company is availing itself of the exemption on the grounds that the conditions specified in section 358 are satisfied,
- (c) the members of the company have not served a notice on the company under section 334(1) in accordance with section 334(2),
- (d) we acknowledge the company's obligations under the Companies Act 2014, to keep adequate accounting records and prepare financial statements which give a true and fair view of the assets, liabilities and financial position of the company at the end of its financial year and of its profit or loss for such a year and to otherwise comply with the provisions of the Companies Act 2014 relating to financial statements so far as they are applicable to the company.

Approved by the board on 10.09.2018 and signed on its behalf by:


Fr John Collins
Director


Caroline Carson
Director

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RECONCILIATION OF MEMBERS' FUNDS

as at 31 December 2017

	Retained surplus	Total
	€	€
Surplus for the period	67,810	67,810
At 31 December 2017	<u>67,810</u>	<u>67,810</u>

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CASH FLOW STATEMENT

	Notes	Dec 17
		€
Cash flows from operating activities		
Surplus for the period		67,810
Cash generated from operations		67,810
Cash flows from financing activities		
Advances from subsidiaries/group companies		2,000
Cash and cash equivalents at end of financial period	16	69,810
Cash flows from operating activities		
Surplus for the period		67,810
Cash generated from operations		67,810
Cash flows from financing activities		
Advances from subsidiaries/group companies		2,000
Cash and cash equivalents at end of financial period	16	69,810

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NOTES TO THE FINANCIAL STATEMENTS

for the period from 8 June 2017 (date of incorporation) to 31 December 2017

continued

1. GENERAL INFORMATION

Mendicity Institution is a company limited by guarantee incorporated in the Republic of Ireland. 9 Island Street, Dublin 8, is the registered office, which is also the principal place of business of the company. The nature of the company's operations and its principal activities are set out in the Directors' Report. 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 company's financial statements.

Basis of preparation

This is the first set of financial statements prepared by Mendicity Institution Company Limited by Guarantee in accordance with accounting standards issued by the Financial Reporting Council, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") as modified by the Statement of Recommended Practice "Accounting and Reporting by Charities" effective 1 January 2015. The charity has applied the Charities SORP on a voluntary basis as its application is not a requirement of the current regulations for charities registered in the Republic of Ireland however it is considered best practice. As noted below, the directors consider the adoption of the SORP requirements as the most appropriate accounting practice and presentation to properly reflect and disclose the activities of the organisation.

Mendicity Institution is a Company Limited by guarantee and is a public benefit entity incorporated in Ireland with a registered office at 9 Island Street, Dublin 8 and its company registration number is 605690

The significant accounting policies adopted by the Company and applied consistently are as follows: There have been no transitional adjustments made.

(a) Income

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to the income, the amount can be quantified with reasonable accuracy and it is probable the income will be received. The following specific policies are applied to particular categories of income:

- Voluntary income is received by way of grants, donations and gifts and is included in full in the Statement of Financial Activities when receivable.
- Income from government and other grants, whether 'capital' or 'revenue grants', is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity is recognised within income from donations and legacies. Grants, where related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by its performance and included within income from charitable activities.
- Donated services and facilities are included at the fair value to the charity where this can be quantified. Donations in kind are included at their estimated value to the foundation in both revenue and expenditure in the year of receipt. Donated facilities are included as both income and expenses at the value to the charity where this can be quantified and a third party is bearing the cost. Where it is not practicable to measure the value of the resource with sufficient reliability the income is included in the financial period when the resource is sold. An asset is recognised only when those services are used for the production of an asset and the services received will be capitalised as part of the cost of an asset. Where it cannot be quantified the value is recognised when sold. The value of services provided by volunteers has not been included in these accounts. Resources received from non-exchange transactions for which the entity has benefited include: - Volunteer services

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continued

for the period from 8 June 2017 (date of incorporation) to 31 December 2017

Income (continued)

- Legacy income is recognised at the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor to the charity that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.
- Investment income is included when receivable.
- Incoming resources from charitable trading activities are accounted for when earned which is usually when the risk and rewards of ownership transfers; the sale can be reliably measured and it is probable there will be future inflows of economic activity.

(b) Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

- Costs of raising funds comprise the costs associated with attracting voluntary income, investment management costs and the costs of trading for fundraising purposes. Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees, costs of legal advice for trustees and costs linked to the strategic management of the charity including the cost of trustee meetings.
- All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

(c) Tangible fixed assets

The charity's property, plant and equipment is deemed to be held for its service potential. Where there are indicators that the assets are not delivering on their anticipated service potential, consideration is given as to whether the asset is impaired or not. Accordingly, an impairment of these fixed assets will only arise where the asset suffers impairment in a physical sense resulting in physical damage or the assets are not delivering on their anticipated service potential.

Equipment and fixtures and fittings are stated at cost less accumulated depreciation and accumulated impairment losses.

Depreciation

Depreciation is provided on property, plant and equipment, on a straight-line basis, so as to write off their cost less residual amounts over their estimated useful economic lives.

The estimated useful economic lives assigned to property, plant and equipment are as follows:

Freehold Premises	0% straight line on valuation
Office Equipment, fixtures & fittings	25% straight line on cost

The charity's policy is to review the remaining useful economic lives and residual values of property, plant and equipment on an on-going basis and to adjust the depreciation charge to reflect the remaining estimated useful economic life and residual value.

Fully depreciated property, plant & equipment are retained in the cost of property, plant & equipment 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 Statement of Financial Activities.

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NOTES TO THE FINANCIAL STATEMENTS

continued

for the period from 8 June 2017 (date of incorporation) to 31 December 2017

(d) 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 20162429. The charity is eligible under the "Scheme of Tax Relief for Donations to Eligible Charities and Approved Bodies under Section 848A Taxes Consolidation Act, 1997" therefore income tax refunds arising from sponsorships exceeding €250 per annum are included in unrestricted funds. Irrecoverable value added tax is expended as incurred.

(e) Interest Receivable

Interest received on the charity's investments are recorded as income in the year in which they are earned under the effective interest rate method.

(f) Other financial assets

Other financial assets include investments including listed shares which are not investments in subsidiaries, associates or joint ventures. Investments are initially measured at fair value which usually equates to the transaction price and subsequently at fair value where investments are listed on an active market or where non listed investments can be reliably measured. Movements in fair value are measured in the statement of financial activities.

When fair value cannot be measured reliably or can no longer be measured reliably, investments are measured at cost less impairment.

(g) Cash and cash equivalents

Cash and cash equivalents include cash on hand, demand deposits and other short- term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown within borrowings in current liabilities on the statement of financial position.

(h) Fund Accounting

The following funds are operated by the Charity

Restricted Funds

Restricted Funds represent grants, donations and sponsorships received which can only be used for particular purposes specified by the donors or sponsorship programmes binding on the trustees. Such purposes are within the overall aims of the charity.

Unrestricted Funds

Unrestricted Funds includes general funds and designated funds and it represent amounts which are expendable at the discretion of the trustees in furtherance of the objectives of the charity and which have not been designated for other purposes. Such funds may be held in order to finance working capital or capital expenditure.

3. ADOPTION OF FRS 102

This is the first set of financial statements prepared by Mendicity Institution in accordance with accounting standards issued by the Financial Reporting Council, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102").

4. PERIOD OF FINANCIAL STATEMENTS

The financial statements are for the 6 month 24 days period from 8 June 2017 (date of incorporation) to 31 December 2017.

5. STATEMENT ON PREVIOUS PERIODS

The company did not present financial statements for previous periods.

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NOTES TO THE FINANCIAL STATEMENTS

continued

for the period from 8 June 2017 (date of incorporation) to 31 December 2017

6. INCOME

All income derives from activities in the Republic of Ireland. The analysis of income by activity is detailed in notes 7 to 8.

7. INCOME FROM DONATIONS AND LEGACIES

Grants (see note 8)	67,500
donations	333
	<u>67,833</u>

8. GRANTS

The company have receives a grants from The Department of Justice and Equality of €67,500. All of this income is restricted.

9. CREDITORS

Amounts falling due within one year

Dec 17
€

Amounts owed to group companies

2,000

10. ANALYSIS OF NET FUNDS

	General Funds	Revaluation Funds	Designated Funds	Restrict. Funds	Total Funds
	€	€	€	€	€
At 1 January 2017	-	-	-	-	-
Net profit for the year	310	-	-	67,500	67,833
Movements between funds	-	-	-	-	-
At 31 December 2017 (note 19)	<u>310</u>	<u>-</u>	<u>-</u>	<u>67,500</u>	<u>67,833</u>

The General reserve represents the free funds of the charity which are not designated for particular purposes. Further details of the fund by class are detailed in note 12.

11. ANALYSIS OF NET ASSETS BETWEEN FUND

	General Funds	Revaluation Funds	Designated Funds	Restricted Funds	Total Funds
	€	€	€	€	€
Tangible assets	-	-	-	-	-
Investments	-	-	-	-	-
Current assets	2,310	-	-	67,500	69,810
Current liabilities	(2,000)	-	-	-	(2,000)
Net assets 31 December 2017	<u>310</u>	<u>-</u>	<u>-</u>	<u>67,500</u>	<u>67,810</u>

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NOTES TO THE FINANCIAL STATEMENTS

for the period from 8 June 2017 (date of incorporation) to 31 December 2017

continued

12. MOVEMENTS IN FUNDS

	At 1 January 2017	Income	Expenditure	Transfer	Gain and Losses	At 31 December 2017
	€	€	€	€	€	€
Restricted Funds:						
Capital Grants	-	67,500	(-)	-	-	67,500
<i>Total restricted funds</i>	-	67,500	(-)	-	-	67,500
Unrestricted funds						
Revaluation fund	-	-	-	-	-	-
General Funds	-	333	(23)	-	-	310
<i>Total unrestricted funds</i>	-	333	(23)	-	-	310
TOTAL FUNDS	-	67,833	(23)	-	-	67,810

General funds

The General reserve represents the free funds of the charity which are not designated for particular purposes.

13. CAPITAL COMMITMENTS

The company had no material capital commitments at the period-ended 31 December 2017.

14. LEGAL STATUS OF THE COMPANY

The company is exempt from including the word "Limited" in its name by virtue of section 1180 of the Companies Act 2014. The company is limited by guarantee and has no share capital. Under the guarantee each member has undertaken to contribute, in the event of a winding up, an amount not exceeding the sum of €1.00. At the 31st December 2017 there were 6 members. This guarantee continues for one year after individual membership ceases.

15. POST-BALANCE SHEET EVENTS

There have been no significant events affecting the company since the period-end.

16. CASH AND CASH EQUIVALENTS

Cash and bank balances

Dec 17
€

69,810

17. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the board of directors on
10.09.2018

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NOTES TO THE FINANCIAL STATEMENTS

for the period from 8 June 2017 (date of incorporation) to 31 December 2017

continued