

South Presentation Centre CLG
Annual Report and Financial Statements
for the financial year ended 31 December 2020

South Presentation Centre CLG

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South Presentation Centre CLG DIRECTORS AND OTHER INFORMATION

Directors	Patrick Ledwidge (Chairperson) Frances Crowe Eibhlin Grant Teresa Harrington Antonia Murphy Ted Owens Gerard O'Donovan Mary O'Rourke Grace Redmond Sheila Kelleher (Appointed 30 September 2020) Ger Marshall (Resigned 4 January 2021) Claire O'Sullivan (Resigned 11 October 2020)
Company Secretary	Antonia Murphy (Appointed 14 July 2020) Shane Clarke (Resigned 14 July 2020)
Company Number	504915
Charity Number	20077921
Registered Office and Business Address	Nano Nagle Place Evergreen Street Cork City Cork T12 XPX8
Auditors	Walsh O'Brien Harnett Chartered Accountants and Statutory Audit Firm 104 Lower Baggot Street Dublin 2 D02 Y940
Bankers	Allied Irish Bank 66 South Mall Cork T12 Y822
Solicitors	Comyn Kelleher Tobin 2 Georges Quay Cork T12 TR2A

South Presentation Centre CLG DIRECTORS' REPORT

for the financial year ended 31 December 2020

The directors present their report and the audited financial statements for the financial year ended 31 December 2020.

Organisation and Legal Status

South Presentation Centre Company Limited by Guarantee ("the company") is a Public Benefit Entity and was incorporated as a company limited by guarantee on 14 October 2011 (Registered number: 504915). It is registered with the Charity Regulatory Authority (Registered number: 20077921) and has been granted charitable tax status by the Revenue Commissioners (Registered number: CHY 19798).

The company does not have a share capital and consequently the liability of the 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.

A Memorandum and Articles of Association, which establishes the objects and powers of the charitable company, govern the company. The Memorandum and Articles of Association was last amended at on 8 June 2017.

The company is located at Nano Nagle Place, Evergreen Street, Cork City.

Object, Vision and Mission

Object

The company is established for the following main object:

" The advancement of the educational and other charitable purposes and works of the Presentation Congregation in accordance with the principles and guidance set out by Nano Nagle and as pursued by the Congregation in the spirit of Nano Nagle, in response to the needs of the time and in a way that gives a living expression of her vision as enshrined in the 'Charter'

The legacy of Nano Nagle, namely her vision and charism, emanates from the site now known as Nano Nagle Place and continues to spread throughout the world. "

Vision

In all aspects of Nano Nagle Place, God's reign of truth and goodness, justice, love and peace is proclaimed.

Mission

Nano Nagle Place shares the values proclaimed in the life and mission of Jesus, offering all who come an opportunity to be informed, inspired, challenged and transformed so that they too might make a difference in our world.

Principal Activity and Review of the Business

The principal activity of the company is the advancement of the educational and other charitable purposes and works of the Presentation Congregation in accordance with the principles and guidance set out by Nano Nagle and to operate the Site as a centre for heritage, archives, ministry and hospitality. The company will also fundraise to fund its activities.

There has been no significant change in the activities of the company during the financial year ended 31 December 2020.

Financial Results

The deficit for the financial year after providing for depreciation amounted to €(739,305) (2019 - €(486,966)).

At the end of the financial year, the company has assets of €19,675,200 (2019 - €20,688,110) and liabilities of €11,369,974 (2019 - €11,643,579). The net assets of the company have decreased by €(739,305).

South Presentation Centre CLG

DIRECTORS' REPORT

for the financial year ended 31 December 2020

Organisation and Governance

The company is governed by a Board of Directors, all of whom are non-executive and drawn from a diverse range of backgrounds to ensure that the Board has the necessary range of skills for decision making.

The company is committed to the highest standards of transparency, governance, and accountability.

The Board is responsible for providing leadership, setting strategy, managing financial and operational risk and monitoring performance. The Board ensures that the activities of the company are consistent with its charitable aims and objectives. The Board delegates the day to day operation of the company to the Chief Executive Officer (CEO), Shane Clarke, and his management team. There are clear distinctions between the roles of the Board and the CEO to whom day to day management is delegated. Matters such as policy, strategic planning, and budgets are prepared by the management team for consideration and approval by the Board.

The company's Constitution requires that the number of directors shall not be less than five and not more than twelve. The maximum term that a director can serve is eight years. In accordance with the Constitution, one third of the Directors shall retire by rotation at the Annual General Meeting of the company and offer themselves for re-election.

Directors and Secretary

The names of persons who served as directors at any time during the year are set out below. Other than as indicated they served for the entire year.

Patrick Ledwidge (Chairperson)
Frances Crowe
Eibhlin Grant
Teresa Harrington
Antonia Murphy
Ted Owens
Gerard O'Donovan
Mary O'Rourke
Grace Redmond
Sheila Kelleher (Appointed 30 September 2020)
Ger Marshall (Resigned 4 January 2021)
Claire O'Sullivan (Resigned 11 October 2020)

Antonia Murphy replaced Shane Clarke as company secretary on 14 July 2020.

The Board of Directors is voluntary and did not receive any remuneration for their services during the period.

Conflicts of Interest and Conflicts of Loyalty

The company has a Conflicts of Interest and Conflict of Loyalty policy in place for all Board members and staff. No conflicts of interest were declared in 2020.

Future Developments

The directors are not expecting to make any significant changes to the company's activities in the near future. At the time of approving the financial statements, the company is exposed to the effects of the Covid-19 pandemic which has had a negative effect on its activities since the year end. The directors will continue to monitor the situation and manage the effects on the company caused by this outbreak.

The company plans to continue its present activities and return to pre-Covid-19 trading levels when Government restrictions are lifted. Employees are kept fully informed as practicable about developments within the business.

South Presentation Centre CLG DIRECTORS' REPORT

for the financial year ended 31 December 2020

Covid-19

The company adapted to Covid-19 in a planned and focussed way and follows Government, HSE and other relevant advice to provide a safe environment to all its stakeholders. Protecting the health, safety and well-being of employees, volunteers and customers is, and has been the primary focus. The Board and Executive Management team actively reviewed and responded to the risks and uncertainties that arose. A clear and regular line of communication was/is established with the employees, to ensure their continuous well-being, to keep them informed and to actively keep them engaged with the company and their colleagues.

Due to Government support, increased availability of Grants, and a reduction in cost during the period, the company did not suffer major financial loss.

The Covid-19 crisis is ongoing in 2021, with an expected phased opening of the site in May 2021. This is continuing to reduce income in various areas: ticket sales, retail, room rental. In addition, the visitor numbers, once re-opened, are expected to stay low. This will be partly balanced by the Company's increased online presence, such as virtual tours, podcasts etc.

Principal Risks and Uncertainties

The directors, in conjunction with the senior management team, follow a process to manage risks and uncertainties to which the company is exposed. They are satisfied that they have appropriate systems in place to mitigate these risks, and limit exposure. Significant risks are those that may have an impact on the operational performance of the company, its financial sustainability and meeting the expectations of the company's funders, supporters and users of the facilities.

The principal risks and uncertainties are categorised in an active Risk Register, which is a recurring agenda item in the Board meetings, as follows: Governance, Finance, Facilities/Buildings, Safeguarding and Management/Staff.

The main risks considered by the Board are set out below:

- a) The effect of Covid-19 presents many risks for the company, the effects of which cannot be fully quantified at the time of approving the financial statements. As a result, the directors consider the implications of the Covid-19 pandemic to be an uncertainty at the time of approving the financial statements. Although the effects cannot be fully determined, the directors believe that the main risks associated with Covid-19 are as follows.
 - a prolonged loss of income due to either closure or due to a significant reduced number of customers/visitors however this only affects a small portion of the income. The main income stream is the lease of WA and other leases, that are not affected by Covid-19.
 - forced lay off or redundancy of staff, due to prolonged closure or significant loss of income.
 - decreased effectiveness in pursuing the Main and Subsidiary Objects of the company as set in the Memorandum and Articles of Association.
 - reduction in cash balance.The Directors considered the potential impact of Covid-19 at the Board meetings, throughout the year, and took appropriate action to concerns arising.
- b) The company has entered into a sale agreement for the sale of the Western Apex in 2028. Consequently, rental income from that asset will no longer be available to the company. The Directors recognise this future risk to the sustainability of the company and the Directors and the Executive Team are actively working on solutions to minimise this risk.
- c) To mitigate the risk of a failure to provide a safe environment on-site to Children and Vulnerable Adults, the company has put appropriate procedures in place to monitor adherence and compliance with legislation and regulations.
- d) The company manages reputational risk by the development and implementation of a clear communications strategy with all stakeholders, supported by openness and transparency in the reporting of activities and financial results.

The Executive Management Team and the Directors are continuously working on limiting the effects of the Covid-19 pandemic on the company. This is achieved by careful cash management and balancing the reduced income to reduced expenses and availing of financial support the Government.

Dividends

The company is precluded by its Memorandum of Association from paying dividends either as part of its normal operations or on a distribution of its assets in the event of a winding-up.

Auditors

The auditors, Walsh O'Brien Hammett, (Chartered Accountants) have indicated their willingness to continue in office in accordance with the provisions of section 383(2) of the Companies Act 2014.

South Presentation Centre CLG DIRECTORS' REPORT

for the financial year ended 31 December 2020

Statement on Relevant Audit Information

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

Accounting Records

To ensure that adequate accounting records are kept in accordance with sections 281 to 285 of the Companies Act 2014, the directors have employed appropriately qualified accounting personnel and have maintained appropriate computerised accounting systems. The accounting records are located at the company's office at Nano Nagle Place, Evergreen Street, Cork City, Cork, T12 XPX8.

Signed on behalf of the board

Patrick Ledwidge
Director

12 May 2021

Gerard O'Donovan
Director

12 May 2021

South Presentation Centre CLG

DIRECTORS' RESPONSIBILITIES STATEMENT

for the financial year ended 31 December 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 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", applying Section 1A of that Standard, 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, enable them to ensure that the financial statements and Directors' Report comply with the Companies Act 2014 and enable the financial statements to be readily and properly 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.

Signed on behalf of the board

Patrick Ledwidge
Director

12 May 2021

Gerard O'Donovan
Director

12 May 2021

INDEPENDENT AUDITOR'S REPORT

to the Members of South Presentation Centre CLG

Report on the audit of the financial statements

Opinion

We have audited the financial statements of South Presentation Centre CLG ('the company') for the financial year ended 31 December 2020 which comprise the Profit and Loss Account, the Balance Sheet, the Reconciliation of Members' Funds, the Cash Flow Statement and notes to the financial statements, including the summary of significant accounting policies set out in note 2. The financial reporting framework that has been applied in their preparation is Irish Law and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", issued in the United Kingdom by the Financial Reporting Council, applying Section 1A of that Standard.

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the company as at 31 December 2020 and of its loss for the financial year then ended;
- have been properly prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", applying Section 1A of that Standard; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard for Auditors (Ireland) issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), and the Provisions Available for Audits of Small Entities, in the circumstances set out in note 4 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

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from the date when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

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.

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 course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2014

In our opinion, based solely on the work undertaken in the course of the audit, we report that:

- 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
- the Directors' Report has been prepared in accordance with the Companies Act 2014.

We have obtained all the information and explanations which, to the best of our knowledge and belief, are 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. In our opinion the financial statements are in agreement with the accounting records.

INDEPENDENT AUDITOR'S REPORT

to the Members of South Presentation Centre CLG

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. 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, which relate to disclosures of directors' remuneration and transactions are not complied with by the company. We have nothing to report in this regard.

Respective responsibilities

Responsibilities of directors for the financial statements

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements in accordance with the applicable financial reporting framework that give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, if 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 operation, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in 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: [www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description of auditors responsibilities for audit.pdf](http://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf).> The description forms part of our Auditor's Report.

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

Our report is made solely to the company's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an Auditor's Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume any responsibility to anyone other than the company and the company's members, as a body, for our audit work, for this report, or for the opinions we have formed.



Ronan O'Brien

for and on behalf of

WALSH O'BRIEN HARNETT

Chartered Accountants and Statutory Audit Firm

104 Lower Baggot Street

Dublin 2

D02 Y940

12 May 2021

South Presentation Centre CLG INCOME AND EXPENDITURE ACCOUNT

for the financial year ended 31 December 2020

	Notes	2020 €	2019 €
Income	7	1,361,512	1,439,995
Expenditure	8	<u>(1,840,636)</u>	<u>(1,834,891)</u>
Deficit before interest		(479,124)	(394,896)
Other gains and losses	6	(166,041)	-
Interest receivable and similar income		47,834	53,279
Interest payable and similar expenses		<u>(141,974)</u>	<u>(145,349)</u>
Deficit for the financial year		<u><u>(739,305)</u></u>	<u><u>(486,966)</u></u>

The company's income and expenditure all relate to continuing operations.

Approved by the board on 12 May 2021 and signed on its behalf by:

Patrick Ledwidge
Director

Gerard O'Donovan
Director

South Presentation Centre CLG

BALANCE SHEET

for the financial year ended 31 December 2020

	Notes	2020 €	2019 €
Fixed Assets			
Tangible assets	10	<u>17,140,236</u>	<u>17,800,650</u>
Current Assets			
Stocks	11	80,144	81,538
Debtors	12		
- amounts falling due after more than one year		1,561,831	1,788,321
- amounts falling due within one year		378,933	508,169
Cash and cash equivalents		514,056	509,432
		<u>2,534,964</u>	<u>2,887,460</u>
Creditors: Amounts falling due within one year	13	<u>(497,616)</u>	<u>(545,768)</u>
Net Current Assets		<u>2,037,348</u>	<u>2,341,692</u>
Total Assets less Current Liabilities		19,177,584	20,142,342
Creditors			
Amounts falling due after more than one year	14	<u>(10,872,358)</u>	<u>(11,097,811)</u>
Net Assets		<u><u>8,305,226</u></u>	<u><u>9,044,531</u></u>
Reserves			
Revaluation reserve	10	607,280	773,321
Capital reserves and funds		13	13
Income and Expenditure Account		7,697,933	8,271,197
Equity attributable to members of the company		<u><u>8,305,226</u></u>	<u><u>9,044,531</u></u>

The 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", applying Section 1A of that Standard.

Approved by the board on 12 May 2021 and signed on its behalf by:

Patrick Ledwidge
Director

Gerard O'Donovan
Director

South Presentation Centre CLG
RECONCILIATION OF MEMBERS' FUNDS

as at 31 December 2020

	Retained surplus	Revaluation reserve	Capital contribution reserve	Total
	€	€	€	€
At 1 January 2019	8,758,163	773,321	13	9,531,497
Deficit for the financial year	(486,966)	-	-	(486,966)
At 31 December 2019	8,271,197	773,321	13	9,044,531
Deficit for the financial year	(573,264)	-	-	(573,264)
Other gains and losses	-	(166,041)	-	(166,041)
Total comprehensive income	(573,264)	(166,041)	-	(739,305)
At 31 December 2020	7,697,933	607,280	13	8,305,226

South Presentation Centre CLG
CASH FLOW STATEMENT
for the financial year ended 31 December 2020

	Notes	2020 €	2019 €
Cash flows from operating activities			
Deficit for the financial year		(739,305)	(486,966)
Adjustments for:			
Fair value gains and losses		166,041	-
Interest receivable and similar income		(47,834)	(53,279)
Interest payable and similar expenses		141,974	145,349
Depreciation		715,151	708,988
		<u>236,027</u>	<u>314,092</u>
Movements in working capital:			
Movement in stocks		1,394	(43,312)
Movement in debtors		355,726	47,750
Movement in creditors		(67,487)	68,569
		<u>525,660</u>	<u>387,099</u>
Cash generated from operations		(145,349)	(95,695)
Interest paid			
		<u>380,311</u>	<u>291,404</u>
Net cash generated from operating activities			
Cash flows from investing activities			
Interest received		47,834	53,279
Payments to acquire tangible fixed assets		(54,737)	(199,979)
Payments to acquire investment property		(166,041)	-
		<u>(172,944)</u>	<u>(146,700)</u>
Net cash used in investment activities			
Cash flows from financing activities			
New long term loan		48,869	52,244
Repayment of short term loan		(251,612)	(274,279)
		<u>(202,743)</u>	<u>(222,035)</u>
Net cash used in financing activities			
Net increase/(decrease) in cash and cash equivalents		4,624	(77,331)
Cash and cash equivalents at beginning of financial year		509,432	586,763
Cash and cash equivalents at end of financial year	20	514,056	509,432

South Presentation Centre CLG

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2020

1. GENERAL INFORMATION

South Presentation Centre CLG is a company limited by guarantee incorporated in the Republic of Ireland. The registered office of the company is Nano Nagle Place, Evergreen Street, Cork City, Cork, T12 XPX8, Ireland 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.

Statement of compliance

The financial statements of the company for the year ended 31 December 2020 have been prepared in accordance with the provisions of FRS 102 Section 1A (Small Entities) and the Companies Act 2014.

Basis of preparation

The financial statements have been prepared on the going concern basis and in accordance with the historical cost convention except for certain properties and financial instruments that are measured at revalued amounts or fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The 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" Section 1A, issued by the Financial Reporting Council.

The company qualifies as a small company as defined by section 280A of the Companies Act 2014 in respect of the financial year, and has applied the rules of the 'Small Companies Regime' in accordance with section 280C of the Companies Act 2014 and Section 1A of FRS 102.

Income

All income is recognised in the income and expenditure account when the company is entitled to the income, the amount can be determined with reasonable accuracy and receipt is probable.

Tangible fixed assets and depreciation

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

Fixtures, fittings and equipment	-	15% Straight line
Leasehold improvement	-	over the remaining life of the lease

The carrying values of tangible fixed assets are reviewed annually for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

Investment properties

Investment property whose fair value can be measured reliably without undue cost or effort is measured at fair value with changes in fair value recognised in the Income and Expenditure Account. Revalued investment properties are not depreciated or amortised, unless the fair value cannot be measured reliably or without undue cost or effort.

Not depreciating or amortising property is a departure from the requirement of Company Law to provide depreciation on all fixed assets which have a limited useful life. However, these investment properties are not held for consumption but for investment and the directors consider that systematic annual depreciation would be inappropriate. The accounting policy adopted is therefore necessary for the financial statements to give a true and fair view. If depreciation were to be provided it would be provided at a rate of 4% Straight line per annum on the revalued amount.

Stocks

Stocks are valued at the lower of cost and net realisable value.

South Presentation Centre CLG

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2020

continued

Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

Trade and other creditors

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost.

Employee benefits

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund.

Taxation

The Company is a registered charity and had obtained charitable tax exemption from the Revenue Commissioners and, therefore is not liable to income tax or corporation tax on income derived from their charitable activities, as it falls within the various exemptions available to registered charities.

Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the Balance Sheet date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated at the rates of exchange ruling at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. The resulting exchange differences are dealt with in the Income and Expenditure Account.

3. GOING CONCERN

The directors have assessed whether the use of the going concern assumption is appropriate in preparing these financial statements and have made the following assessment in respect of a period of 12 months from the date of approval of these financial statements.

The directors have considered the impact of the COVID-19 pandemic on the company's ability to continue as a going concern. The directors have reviewed revised budgets and cash flow forecasts prepared by management which include an assessment of the effects of COVID-19 on the company. These revised budgets and cash flows forecasts indicate that the company has sufficient cash and reserves to continue in operation for the foreseeable future. The directors have concluded that there are sufficient mitigation measures available to ensure cash flows are managed and that the company can continue to meet its obligations as they fall due for the period of at least twelve months from the date of approving these financial statements.

The financial statements have been prepared on a going concern basis. Accordingly, these financial statements do not include any adjustments to the carrying amounts and classification of assets and liabilities that may arise if the company was unable to continue as a going concern.

4. PROVISIONS AVAILABLE FOR AUDITS OF SMALL ENTITIES

In common with many other businesses of our size and nature, we use our auditors to prepare and submit tax returns to the Revenue and to assist with the preparation of the financial statements.

5. OPERATING DEFICIT

	2020	2019
	€	€
Operating deficit is stated after charging:		
Depreciation of tangible fixed assets	715,151	708,988

South Presentation Centre CLG
NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2020

continued

6. OTHER GAINS AND LOSSES	2020	2019
	€	€
Fair value gains and losses are as follows:		
Investment property revaluation	<u>(166,041)</u>	<u>-</u>
7. INCOME	2020	2019
	€	€
Rental income	808,654	808,507
Grant income	359,816	293,552
Trading income	140,371	213,247
Employment Wage Subsidy Scheme	29,315	-
Donations	19,718	46,780
Other income	3,638	-
VAT Refund	-	77,909
	<u>1,361,512</u>	<u>1,439,995</u>

Grant income in 2020 includes amounts received from Health Service Executive of €33,000 and Tusla of €21,000 during the year.

8. EXPENDITURE	2020	2019
	€	€
Depreciation	715,151	708,988
Staff costs including wages and salaries	452,662	492,389
Maintenance, repair and facilities	290,436	254,326
Operational expenses	228,961	260,815
Utilities	58,743	55,400
Other expenses	44,482	-
Professional fees Operations	30,836	33,995
Marketing	19,365	28,978
	<u>1,840,636</u>	<u>1,834,891</u>

9. EMPLOYEES

The number of employees during the financial year was 22, (2019 - 22).

	2020	2019
	Number	Number
Administration	4	4
Executive Management	2	2
Sales, Ambassador, and other wages	16	16
	<u>22</u>	<u>22</u>

The staff costs comprise:	2020	2019
	€	€
Wages and salaries	398,391	434,839
Social welfare costs	37,372	45,177
Pension costs	8,066	-
	<u>443,829</u>	<u>480,016</u>

During the year under review the company incurred wages and salaries costs of €443,829 (2019: €480,016).

The wages and salaries figure for 2020 includes €74,718 received in relation to the Temporary Wages Subsidy Scheme.

South Presentation Centre CLG
NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2020

continued

10. TANGIBLE FIXED ASSETS

	Investment properties	Fixtures, fittings and equipment	Leasehold improvement	Total
	€	€	€	€
Cost				
At 1 January 2020	10,625,000	1,397,159	8,838,753	20,860,912
Additions	166,041	26,712	28,025	220,778
Revaluation	(166,041)	-	-	(166,041)
At 31 December 2020	<u>10,625,000</u>	<u>1,423,871</u>	<u>8,866,778</u>	<u>20,915,649</u>
Depreciation				
At 1 January 2020	-	713,892	2,346,370	3,060,262
Charge for the financial year	-	213,581	501,570	715,151
At 31 December 2020	<u>-</u>	<u>927,473</u>	<u>2,847,940</u>	<u>3,775,413</u>
Net book value				
At 31 December 2020	<u>10,625,000</u>	<u>496,398</u>	<u>6,018,838</u>	<u>17,140,236</u>
At 31 December 2019	<u>10,625,000</u>	<u>683,267</u>	<u>6,492,383</u>	<u>17,800,650</u>

Revaluation Reserve

The investment property, known as the Western Apex, was originally revalued in 2018 from initial cost of €9,851,679 to the agreed future sales price of €10,625,000. The company incurred €166,041 of capital expenditure in 2020 in relation to the Western Apex property. The capital expenditure in 2020 does not affect the future sales price and as a result the company has incurred a revaluation loss on investment properties of €166,041.

11. STOCKS

	2020	2019
	€	€
Finished goods and goods for resale	<u>80,144</u>	<u>81,538</u>

The replacement cost of stock did not differ significantly from the figures shown.

12. DEBTORS

	2020	2019
	€	€
Trade debtors	45,890	170,836
VAT recoverable	104,099	112,071
Prepayments	2,457	4,487
Amounts receivable from tenant	1,788,318	2,009,096
	<u>1,940,764</u>	<u>2,296,490</u>

At the 31st December 2020, University College Cork and Munster Technical University owed South Presentation Centre CLG €1,675,382 (2019: €1,883,818) in relation to fit out costs incurred by the company at the Western Apex building. These costs are being recovered from the tenants over the term of the lease in accordance with the lease agreement. University College Cork and Munster Technical University paid €251,612 during the year in line with the agreement.

At the 31st December 2020, University College Cork owed South Presentation Centre CLG €112,936 (2019: €125,278) in relation to fit out costs incurred by the company at the School of Physiotherapy. building. These costs are being recovered from the tenants over the term of the lease in accordance with the lease agreement. University College Cork paid €17,000 during the year in line with the agreement.

South Presentation Centre CLG
NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2020

continued

Amounts falling due after more than one year and included in debtors are:

	2020	2019
	€	€
Amounts receivable from tenant	<u>1,561,831</u>	<u>1,788,321</u>
13. CREDITORS	2020	2019
Amounts falling due within one year	€	€
Loans from Presentation Sisters	297,796	275,086
Payments received on account	11,051	13,824
Trade creditors	128,049	190,463
VAT/PAYE	40,013	33,785
Other creditors	4,799	8,613
Accruals	15,908	23,997
	<u>497,616</u>	<u>545,768</u>
14. CREDITORS	2020	2019
Amounts falling due after more than one year	€	€
Loans from Presentation Sisters	<u>10,872,358</u>	<u>11,097,811</u>
Loans		
Repayable in one year or less (Note 13)	297,796	275,086
Repayable between one and two years	232,349	226,487
Repayable between two and five years	991,168	966,133
Repayable in five years or more	9,648,841	9,905,191
	<u>11,170,154</u>	<u>11,372,897</u>

The loans from Presentation Sisters at 31 December 2020 of €11,170,154 comprises of €9,364,836 towards building costs and €1,805,318 towards the fit-out of the Western Apex and School of Physiotherapy. These loans were provided by the Presentation Sisters and are interest bearing. Fit out costs of €1,805,318 includes €1,788,318 of fit-out costs incurred included as amounts receivable by the company from the tenants. Under the terms of the lease agreement between the tenants and South Presentation Centre CLG, the former is to repay the fit-out costs to the company over the term of the 10 year lease (Note 12).

15. STATUS

The liability of the members is limited.

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

16. CAPITAL COMMITMENTS

The company had no material capital commitments at the financial year-ended 31 December 2020.

South Presentation Centre CLG
NOTES TO THE FINANCIAL STATEMENTS

continued

for the financial year ended 31 December 2020

17. RELATED PARTY TRANSACTIONS

Grace Redmond, Sheila Kelleher, Antonia Murphy and Frances Crowe are members of the Presentation Sisters Congregation. The Presentation Sisters have leased the land and buildings at Evergreen Street to the company and have provided the company with loans of €11,170,154 (as set out at note 14) and contributions to fund the development and fit-out of Nano Nagle Place. Ministry activities of the company are part funded by the two Irish Units of the Presentation Sisters. During 2020, the South Presentation Centre received €100,000 from the Presentation Sisters North East Province and €120,000 from the Presentation Sisters South West Province.

During the year, the Presentation Sisters rented office, conference, and archive space from the company for a combined annual rent of €38,750 (2019: €41,750).

Gerard O'Donovan is Head of the Business Faculty and Humanities at Munster Technical University and Mary O'Rourke is an employee of University College Cork. The company has entered into a lease agreement with University College Cork and Munster Technical University for the Western Apex Building, and the 2nd and 3rd floor of the Primary School building with the University College Cork.

18. ULTIMATE CONTROLLING PARTY

The members of the South Presentation Centre CLG are considered to be the ultimate controlling party.

19. POST-BALANCE SHEET EVENTS

There have been no significant events affecting the Company since the financial year end.

20. CASH AND CASH EQUIVALENTS

	2020	2019
	€	€
Cash and bank balances	514,056	509,432

21. RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT

	Opening balance	Cash flows	Other changes	Closing balance
	€	€	€	€
Long-term borrowings	(11,097,811)	(47,834)	273,287	(10,872,358)
Short-term borrowings	(275,086)	251,612	(274,322)	(297,796)
Total liabilities from financing activities	(11,372,897)	203,778	(1,035)	(11,170,154)

22. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the board of directors on 12 May 2021.

SOUTH PRESENTATION CENTRE CLG

SUPPLEMENTARY INFORMATION

RELATING TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

NOT COVERED BY THE REPORT OF THE AUDITORS

THE FOLLOWING PAGES DO NOT FORM PART OF THE AUDITED FINANCIAL STATEMENTS

South Presentation Centre CLG
SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS
DETAILED INCOME AND EXPENDITURE ACCOUNT
for the financial year ended 31 December 2020

	2020 €	2019 €
Income		
<u>Grant Income</u>		
Operations	359,816	293,552
	359,816	293,552
<u>Rental Income</u>		
University College Cork – Western Apex	600,000	600,000
University College Cork – Physio	74,852	61,529
Service fees receivable	51,700	-
Conference space	16,498	34,232
Office	15,000	20,747
Cafe & services income	13,171	19,890
Apartment	11,956	17,548
Car Park	10,998	10,085
Meeting room	9,481	39,476
Archive	4,998	5,000
	808,654	808,507
<u>Trading Income</u>		
Shop sales	128,013	156,902
Ticket sales	6,672	40,472
Events income	3,220	14,859
Online sales	2,466	-
Courses income	-	1,014
	140,371	213,247
Employment Wage Subsidy Scheme	29,315	-
Donations received	19,718	46,780
Other income	3,638	-
VAT Refund	-	77,909
	1,361,512	1,439,995

South Presentation Centre CLG
SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS
DETAILED INCOME AND EXPENDITURE ACCOUNT
for the financial year ended 31 December 2020

	2020 €	2019 €
Expenditure		
Depreciation	715,151	708,988
<u>Staff costs including wages and salaries</u>		
Wages and salaries	398,391	434,839
Social welfare costs	37,372	45,177
Employer contributions to the pension scheme	8,066	-
Staff welfare and training	8,678	11,614
Recruitment costs	155	759
	452,662	492,389
<u>Maintenance, repair and facilities</u>		
Facilities	284,190	242,630
Landscaping	6,246	11,696
	290,436	254,326
<u>Operational expenses</u>		
Stock purchases	67,819	133,090
Cork Migrant Centre expenses	47,388	22,542
Insurance	29,127	25,092
Computer bureau costs	26,691	21,220
Programming expenses	12,473	18,198
Meeting room expenses	9,110	12,401
Lantern expenses	8,638	17,331
Shop expenses	6,402	11,325
Heritage centre expenses	5,024	1,432
Administration, meetings and catering	3,750	2,022
Consumables	3,094	8,047
Apartment expenses	2,155	6,600
Education expenses	1,411	5,042
Printing, postage and stationery	1,209	729
General expenses	1,146	2,652
Materials	869	2,151
Bank charges	560	787
Events expenses	531	12,887
Online shop expenses	170	-
Security service operations	-	220
Cafe expenses	-	210
Computer costs Western Apex	-	149
Movement in stock	-	(43,312)
	1,394	
	228,961	260,815
<u>Utilities</u>		
Light and heat	54,013	52,979
Water and waste charges	4,730	2,421
	58,743	55,400
<u>Professional fees Operations</u>		
Auditor's remuneration	15,412	16,016
Legal and professional	11,000	14,132
Accountancy	4,424	3,847
	30,836	33,995

South Presentation Centre CLG
SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS
DETAILED INCOME AND EXPENDITURE ACCOUNT
for the financial year ended 31 December 2020

	2020 €	2019 €
Marketing and public relations	19,365	28,978
<u>Other expenses</u>		
Restricted grant expenditure	39,175	-
Ministry expenses	4,267	-
Subscriptions	1,040	-
	<u>44,482</u>	-
	<u>1,840,636</u>	<u>1,834,891</u>
Finance		
Interest payable	<u>(141,974)</u>	<u>(145,349)</u>
Miscellaneous income		
Interest receivable	47,834	53,279
Other gains and losses	<u>(166,041)</u>	-
	<u>(118,207)</u>	<u>53,279</u>
Net deficit	<u><u>(739,305)</u></u>	<u><u>(486,966)</u></u>