

Registration number 371956

**Simon Community (Midlands) Limited
"A Company Limited by Guarantee"
Directors' Report and Financial Statements**

for the year ended 31 December 2014

Simon Community (Midlands) Limited
"A Company Limited by Guarantee"

Company information

Directors	Tess Murphy Cormac Lally Mark Cooney Molly Buckley Linda Reidy Tom Keady P.O. Keenan George Lambden Peter Melinn Bernadette O'Mahony Mary Doyle Leo Wright Brian Cowen	(Chairperson) (Retired 19 December 2014) (Retired 22 October 2014) (Appointed 15 January 2014)
Secretary	Tony O'Riordan	
Company number	371956	
Charity number	CHY15508	
Registered office	Unit 15, Business Development Centre Ball Alley Lane Athlone Co. Westmeath	
Auditors	Baker Tilly Ryan Glennon Kellyville Centre Portlaoise Co. Laois	
Business address	P.O Box 27 Athlone Co. Westmeath	
Bankers	Bank of Ireland 31 Church Street Athlone Co. Westmeath	
	AIB 1 Custume Place Athlone Co. Westmeath	

Simon Community (Midlands) Limited
"A Company Limited by Guarantee"

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Simon Community (Midlands) Limited
"A Company Limited by Guarantee"
Directors' report
for the year ended 31 December 2014

The directors present their report and the financial statements for the year ended 31 December 2014.

Principal activity, business review and future developments

The principal activity of the company is to provide relief for people who are homeless in the local authority areas of Laois, Longford, Offaly & Westmeath.

Services provided by the company includes emergency accommodation, regional settlement services and housing with support. The main sources of the company's income, all of which are used to fund these services, include grants from agencies of the state, donations & fundraising and income from the operation of charity shops.

In 2011 the company received four properties from Laois County Council under the Capital Assistance Scheme. All of these properties are located in Portlaoise, and are now in use for the company's principal activity.

The directors have no plans to change significantly the activities and operations of the company in the foreseeable future.

Results for the year

The results for the year are set out in detail on page 6. The deficit for the year was €31,285 (2013 : deficit €123,145).

Research and development

The company does not engage in research and development.

Important events since the year end

No events occurred between the year end and the date of signing of the auditors report which would require adjustment or disclosure in the financial statements.

Principal Risks and Uncertainties, including Going Concern

The directors have responsibility for, and are aware of, the risks associated with the operating activities of the company. One of the key risks for the company at present is its ability to obtain sufficient funding from agencies of the state and other sources to maintain its activities and meet its outgoings. The continued difficult general economic conditions in existence in Ireland at present has the potential to negatively impact on the level of future funding raised to allow the company to remain in operational existence. The directors acknowledge that the company currently requires the continued support of its bankers and State Funding Agencies going forward to ensure it can meet its obligations as they fall due.

Key performance indicators which are focused on by the directors to monitor the same include the review of weekly cash at bank reports and monthly accounts.

After making due enquiries and considering the uncertainties above, together with the actions being taken by the company to address the uncertainties, such as active engagement with these agencies and the controlling of costs, the directors have a reasonable expectation that the company will have access to adequate resources to continue in operational existence for the foreseeable future.

Simon Community (Midlands) Limited
"A Company Limited by Guarantee"
Directors' report
for the year ended 31 December 2014

..... continued

The directors are, therefore, satisfied that it is appropriate to prepare the accounts on a going concern basis. The financial statements, therefore, do not include any adjustments that would result if the company was unable to continue as a going concern.

Company Status

Simon Community (Midlands) Limited is a company limited by guarantee and has charitable status (Charity No. CHY 15508). The liability of the members is limited to €1 per member.

Accounting records

The measures taken by the directors to secure compliance with the requirements of sections 281 to 285 of the Companies Act 2014 with regard to the keeping of accounting records are the implementation of necessary policies and procedures for recording transactions, the employment of competent accounting personnel with appropriate expertise and the provision of adequate resources to the financial function. The accounting records of the company are maintained at Unit 15, Business Development Centre, Ball Alley Lane, Athlone, Co. Westmeath.

Auditors

In accordance with section 383(2) of the Companies Act, 2014, the auditors, Baker Tilly Ryan Glennon, will continue in office.

This report was approved by the Board on 28 October 2015 and signed on its behalf by

.....
Tess Murphy
Director

.....
Molly Buckley
Director

Simon Community (Midlands) Limited
"A Company Limited by Guarantee"

Statement of Directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with 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 Companies Act 2014 and Accounting Standards issued by the Financial Reporting Council, and promulgated by the Institute of Chartered Accountants in Ireland. 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 those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- state whether the financial statements have been prepared in accordance with applicable accounting standards, identify those standards, and note the effect and the reasons for any material departure from those standards; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors confirm that they have complied with the above requirements in preparing the financial statements.

The directors are responsible for ensuring that the company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the company, enable at any time the assets liabilities, financial position and 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 Companies Act 2014 and enable the financial statements to be audited. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

On behalf of the board

Tess Murphy
Director

Molly Buckley
Director

Date: 28 October 2015

Simon Community (Midlands) Limited
"A Company Limited by Guarantee"

Independent auditors' report to the members of
Simon Community (Midlands) Limited

We have audited the financial statements of Simon Community (Midlands) Limited for the year ended 31 December 2014 which comprise the income and expenditure account, the balance sheet and the related notes. The relevant financial reporting framework that has been applied in their preparation is the Companies Act 2014 and Accounting Standards issued by the Financial Reporting Council, and promulgated by the Institute of Chartered Accountants in Ireland.

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 auditors' 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.

Respective responsibilities of directors and auditors

As explained more fully in the statement of directors' responsibilities the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and otherwise comply with Companies Act 2014. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors, including APB Ethical Standard - Provisions Available for Small Entities (Revised), in the circumstances set out in Note 2 to the financial statements.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements.

In addition, we read all the financial and non financial information in the Directors Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

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 2014 and of its loss for the year then ended;
- have been properly prepared in accordance with the relevant financial reporting framework and, in particular, the requirements of the Companies Acts 2014.

Simon Community (Midlands) Limited
"A Company Limited by Guarantee"

Independent auditors' report to the members of Simon Community (Midlands) Limited (continued)

Emphasis of matter - Going concern

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosure made in Note 17 to the financial statements, and in the Directors Report, concerning the company's ability to continue as a going concern. The company incurred a net loss of (€31,285) during the year ended 31 December 2014 and its net assets reduced to €13,439 at that date. These conditions, along, with the other matters explained in Note 17 to the financial statements, indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the company was unable to continue as a going concern.

Matters on which we are required to report by the Companies Acts 2014

-We have obtained all the information and explanations which we consider necessary for the purposes of our audit.

- In our opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited.

-The financial statements are in agreement with the accounting records.

-In our opinion the information given in the directors' report is consistent with the financial statements.

Matters on which we are required to report by exception

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

Patrick Keegan
for and on behalf of:
Baker Tilly Ryan Glennon
Chartered Accountants &
Registered Auditors

Kellyville Centre
Portlaoise
Co. Laois

Date: 28 October 2015

Simon Community (Midlands) Limited
"A Company Limited by Guarantee"

Income and expenditure account
for the year ended 31 December 2014

		Continuing operations	
		2014	2013
Notes		€	€
Income	3	1,377,986	1,263,240
Administrative expenses		(1,409,271)	(1,386,396)
Operating deficit	4	(31,285)	(123,156)
Other interest receivable and similar income		-	11
(Deficit) for the year		(31,285)	(123,145)
		<u> </u>	<u> </u>

There are no recognised gains or losses other than the deficit for the above two financial periods.

The financial statements were approved by the board on 28 October 2015 and authorised for issue on 28 October 2015. The financial statements were signed on its behalf by

.....
Tess Murphy
Director

.....
Molly Buckley
Director

Simon Community (Midlands) Limited
"A Company Limited by Guarantee"

Balance sheet
as at 31 December 2014

	Notes	2014		2013	
		€	€	€	€
Fixed assets					
Tangible assets	8		1,414,182		1,452,893
Current assets					
Debtors	9	65,435		72,585	
Cash at bank and in hand		132,327		40,520	
		<u>197,762</u>		<u>113,105</u>	
Creditors: amounts falling due within one year	10	<u>(233,995)</u>		<u>(126,056)</u>	
Net current liabilities			<u>(36,233)</u>		<u>(12,951)</u>
Total assets less current liabilities			1,377,949		1,439,942
Deferred Income	11		<u>(1,364,510)</u>		<u>(1,395,218)</u>
Net assets			<u>13,439</u>		<u>44,724</u>
Reserves					
Income and expenditure account			<u>13,439</u>		<u>44,724</u>
Accumulated Funds	13		<u>13,439</u>		<u>44,724</u>

The financial statements were approved by the board on 28 October 2015 and authorised for issue on 28 October 2015. The financial statements were signed on its behalf by

.....
Tess Murphy
Director

.....
Molly Buckley
Director

Simon Community (Midlands) Limited
"A Company Limited by Guarantee"

Notes to the financial statements
for the year ended 31st December 2014

1. Accounting Policies

1.1. Accounting convention

The financial statements have been prepared on the going concern basis and in accordance with the historic cost convention. The financial reporting framework that has been applied in their preparation is the Companies Act 2014 and Accounting Standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland.

The company meets the size criteria for a small company set by the Companies Act, 2014 and, therefore, in accordance with exemption contained in FRS 1 (revised 1996) Cash Flow Statements, it has not prepared a cash flow statement.

1.2. Income

Income of the company consists primarily of grants (primarily from government bodies), donations & fundraising income and income from charity shop sales. The company also has a number of properties which it manages and lets to its clients. Rental income from the same is recognised on a cash receipts basis.

Various groups of individuals, including members of the charity, raise funds privately for the charity by running events and collections. These funds are recognised as income when formally received by the treasurer and lodged to the charity bank account.

1.3. Tangible fixed assets and depreciation

All tangible fixed assets are initially recorded at historic cost.

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Buildings	-	2% per annum
Fixtures, fittings and equipment	-	15% Straight Line

1.4. Taxation

No provision for Corporation Tax is required as the company has an exemption from the Revenue Commissioners due to its charitable status.

1.5. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year, under a defined contribution scheme.

Simon Community (Midlands) Limited
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Notes to the financial statements
for the year ended 31st December 2014

1.6. Government grants

Grants are recognised when there is reasonable assurance that the grant will be received and all attaching conditions have been complied with. Grants awarded to assist with capital expenditure are credited to deferred income and are released to the income & expenditure account on a straight line over the expected useful life of the related assets. Grants awarded to assist with revenue expenditure are released to the income & expenditure account as the related expenditure is incurred.

2. Non audit services provided by Baker Tilly Ryan Glennon

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

3. Income

The total income of the company for the year has been derived from its principal activity wholly undertaken in Ireland.

4. Operating deficit

	2014	2013
	€	€
Operating deficit is stated after charging:		
Depreciation of tangible fixed assets	38,711	39,886
Auditors' remuneration	1,900	1,800
	<u> </u>	<u> </u>

Simon Community (Midlands) Limited
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Notes to the financial statements
for the year ended 31st December 2014

5. Employees

Number of employees

The average monthly numbers of employees (including the directors) during the year were:	2014	2013
Management and Administration	3	3
Shop Assistants	6	2
Fundraising	3	3
Emergency Housing Services	15	12
Nurses	3	3
Regional Settlement Services	3	5
	<u>33</u>	<u>28</u>

Employment costs

	2014	2013
	€	€
Wages and salaries	999,517	971,286
Other pension costs	12,034	14,786
	<u>1,011,551</u>	<u>986,072</u>

The salary (including pension contributions) for the company CEO was €64,245 in the year ended 31 December 2014 (31 December 2013 : €66,273).

The company had no other employee earning more than €64,245 in the year ended 31 December 2014.

No emoluments were paid to directors during the year ended 31 December 2014 (31 December 2013 : €Nil).

6. Taxation

No provision for Corporation Tax is required as the company has an exemption from the Revenue Commissioners due to its charitable status.

7. Pension costs

Pension costs amounted to €12,034 (2013 : €14,786).

Simon Community (Midlands) Limited
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Notes to the financial statements
for the year ended 31st December 2014

8. Tangible fixed assets	Land and buildings freehold	Fixtures, fittings and equipment	Total
	€	€	€
Cost			
At 1 January 2014	1,575,828	77,670	1,653,498
At 31 December 2014	1,575,828	77,670	1,653,498
Depreciation			
At 1 January 2014	144,907	55,698	200,605
Charge for the year	31,517	7,194	38,711
At 31 December 2014	176,424	62,892	239,316
Net book values			
At 31 December 2014	1,399,404	14,778	1,414,182
At 31 December 2013	1,430,921	21,972	1,452,893

There were no assets held under finance leases included in the tangible fixed assets at 31 December 2014 or 31 December 2013.

<i>In respect of prior year</i>	Land and buildings freehold	Fixtures, fittings and equipment	Total
	€	€	€
Cost			
Cost or valuation			
At 1 January 2013	1,575,828	73,358	1,649,186
Additions	-	4,312	4,312
At 31 December 2013	1,575,828	77,670	1,653,498
Depreciation			
At 1 January 2013	113,390	47,329	160,719
Charge for the year	31,517	8,369	39,886
At 31 December 2013	144,907	55,698	200,605
Net book values			
At 31 December 2013	1,430,921	21,972	1,452,893
At 31 December 2012	1,462,438	26,029	1,488,467

Simon Community (Midlands) Limited
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Notes to the financial statements
for the year ended 31st December 2014

9. Debtors	2014	2013
	€	€
Accrued income	54,257	61,688
Prepayments	11,178	10,897
	<u>65,435</u>	<u>72,585</u>
	<u><u>65,435</u></u>	<u><u>72,585</u></u>
10. Creditors: amounts falling due within one year	2014	2013
	€	€
Bank overdraft	50,550	45,818
Trade creditors	36,061	41,479
PAYE/PRSI payable	64,674	24,274
Loan from affiliated community	60,000	-
Accruals	22,710	14,485
	<u>233,995</u>	<u>126,056</u>
	<u><u>233,995</u></u>	<u><u>126,056</u></u>

The company's solicitor has given a letter of undertaking, acceptable to the Bank to hold the title deeds to Athlone property in trust for and to the order of the Bank pending sale and forward proceeds of same thereafter. The bank also holds an assignment of deposits held.

Laois County Council hold a charge over five properties in Portlaoise totalling €734,834.

11. Deferred Income	2014	2013
	€	€
Government grants		
At 1st January	1,395,218	1,425,926
Released in year	(30,708)	(30,708)
	<u>1,364,510</u>	<u>1,395,218</u>
At 31st December	<u><u>1,364,510</u></u>	<u><u>1,395,218</u></u>

The Grants are paid by the government to the relevant housing authority under the Capital Assistance Scheme. The housing authority then lends this money in the form of a 30 year annuity mortgage loan to the approved housing body towards the approved costs it incurs in providing the dwellings. The terms of the Scheme provide that repayments and interest charges due from the approved housing body may be fully waived, provided that the approved housing body continues to comply with the terms and conditions of the Scheme and the mortgage deed contract signed with the local authority.

Simon Community (Midlands) Limited
"A Company Limited by Guarantee"

Notes to the financial statements
for the year ended 31st December 2014

12. Share Capital.

This company is limited by guarantee and has no share capital. The liability of each member in the event of the Company being wound up is €1.

13. Reconciliation of movements in accumulated funds	2014	2013
	€	€
(Deficit) for the year	(31,285)	(123,145)
Opening accumulated funds	44,724	167,869
Closing accumulated funds	<u>13,439</u>	<u>44,724</u>
 <i>In respect of prior year</i>	 2013	 2012
	€	€
(Deficit) for the year	(123,145)	(139,196)
Opening accumulated funds	167,869	307,065
Closing accumulated funds	<u>44,724</u>	<u>167,869</u>

14. Capital commitments

There were no capital commitments at 31 December 2014.

15. Related party transactions

There were no related party transactions in 2014 or in 2013.

16. Post balance sheet events

No events occurred between the year end and the date of signing of the auditors report which would require adjustment or disclosure in the financial statements.

Simon Community (Midlands) Limited
"A Company Limited by Guarantee"

Notes to the financial statements
for the year ended 31st December 2014

17. Going concern

During the year ended 31 December 2014 the company incurred a deficit of (€31,285) (Year ended 31 December 2013 : €123,145 (deficit)).

One of the key risks for the company is its ability to obtain sufficient funding from agencies of the state and other sources to maintain its activities and meet its outgoings. The continued difficult general economic conditions in existence in Ireland at present has the potential to negatively impact on the level of future funding raised to allow the company to remain in operational existence. The directors acknowledge that the company currently requires the continued support of its bankers and State Funding Agencies going forward to ensure it can meet its obligations as they fall due.

After making due enquiries and considering the uncertainties above, together with the actions being taken by the company to address the uncertainties, such as active engagement with these agencies and the controlling of costs, the directors have a reasonable expectation that the company will have access to adequate resources to continue in operational existence for the foreseeable future.

The directors are, therefore, satisfied that it is appropriate to prepare the accounts on a going concern basis. The financial statements, therefore, do not include any adjustments that would result if the company was unable to continue as a going concern.

18. Approval of financial statements

The financial statements were approved by the Board on 28 October 2015 and signed on its behalf by

.....
Tess Murphy
Director

.....
Molly Buckley
Director

Simon Community (Midlands) Limited
"A Company Limited by Guarantee"

The following pages do not form part of the statutory accounts.

Simon Community (Midlands) Limited
"A Company Limited by Guarantee"

Detailed income and expenditure account
for the year ended 31 December 2014

	2014		2013	
	€	€	€	€
Income				
Simon Communities of Ireland		-		100,694
Fundraising and donations		331,314		208,606
Westmeath County Council		237,101		161,419
HSE		293,929		288,761
Shop Sales		245,072		122,064
Recycling Income		21,559		15,306
House of Cards Appeal		19,678		19,678
Offaly County Council		75,974		71,477
Athlone Town Council		41,226		135,604
Bequests		-		22,697
EPA		24,000		21,000
ESB		-		4,000
Eli Lilly		-		1,250
Laois County Council		450		-
Amortisation of Government grants		30,708		30,708
Rent receivable		40,923		50,551
Insurance claim		-		9,425
Other income		16,052		-
		<u>1,377,986</u>		<u>1,263,240</u>
Administrative expenses	<u>(1,409,271)</u>		<u>(1,386,396)</u>	
		<u>(1,409,271)</u>		<u>(1,386,396)</u>
Operating (deficit)		<u>(31,285)</u>		<u>(123,156)</u>
Other income and expenses				
Interest receivable				
Bank deposit interest	<u>-</u>		<u>11</u>	
		<u>-</u>		<u>11</u>
Net (deficit) for the year		<u><u>(31,285)</u></u>		<u><u>(123,145)</u></u>

Simon Community (Midlands) Limited
"A Company Limited by Guarantee"

Administrative expenses
for the year ended 31 December 2014

	2014	2013
	€	€
Administrative expenses		
Wages and salaries	999,517	971,286
Staff pension costs	12,034	14,786
Recruitment expenses	360	366
House Provisions	9,982	12,377
Rent	84,871	73,405
Rates	(1,949)	387
Insurance	2,670	3,719
Light and heat	27,616	26,141
Repairs and maintenance	31,298	32,077
Health and safety	2,539	4,766
Printing, postage and stationery	18,969	27,831
Advertising and PR	1,788	1,037
Telephone	13,137	24,064
Computer costs	6,957	8,144
Travel and subsistence	46,625	45,678
Training and development	12,113	5,874
Legal and professional	-	185
Consultancy Fees	16,391	30,658
Board meeting expenses	7,202	5,501
Accountancy and bookkeeping fees	21,100	19,686
Audit	1,900	1,800
Bank charges	6,734	3,447
Conference expenses	3,710	-
General expenses	1,213	2,306
Subscriptions	2,220	3,530
Depreciation on freehold property	31,517	31,517
Depreciation on FF & Equipment	7,194	8,369
Staff redundancy costs	41,563	27,459
	1,409,271	1,386,396
	1,409,271	1,386,396