

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

**Reports and audited financial statements
for the financial year ended 31 December 2018**

Registered number: 371896

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Reports and audited financial statements for financial year ended 31 December 2018

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PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Directors and other information for financial year ended 31 December 2018

Directors:	Bernard Kirk (Chairman) Colin McCrea (resigned 6 December 2018) Eoghan Stack Louise Oppermann (resigned 27 March 2019) Alma Curran Ronan Headon Faye Walsh Drouillard Patricia Hunt
Secretary:	Anthony Murray (appointed 27 March 2019) Louise Opperman (resigned 27 March 2019)
Auditor:	Grant Thornton Chartered Accountants and Statutory Audit Firm 13 -18 City Quay Dublin 2
Bankers:	Ulster Bank Limited Rochestown Avenue Dun Laoghaire Co Dublin
Registered office	56 Fitzwilliam Square Dublin 2
Website address:	www.philanthropy.ie
Companies Registration Office number:	371896
Charity Reg. Number:	20047382
Revenue approved charity reference:	CHY 14484

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Chairman's statement for financial year ended 31 December 2018

Introduction

Philanthropy, which is the use of private wealth for public benefit, plays a vital role in supporting the diverse, vibrant and innovative not for profits that strengthen the social capital in our communities throughout Ireland. It is proven as a real force for good in addressing many critical social issues.

Our members, utilising various grant-making mechanisms, back a wide range of initiatives. Their drive and ambition for the effective delivery of philanthropic support is a key resource for the not for profit sector in Ireland. As demand on their resources continues to far exceed what they can provide, the scope and need for the development of structured philanthropy continues as a challenge to be addressed.

Our overarching objective is to build philanthropy for the benefit of the social sector, whereby projects for social change can be supported and developed. Continuing the implementation of our two-year programme plan in 2018, we remained focused on adding value to the sector while engaging in the strategic development of a movement of philanthropy.

The philanthropic sector in Ireland is evolving and we believe, moving in the right direction. Continued economic growth increases capacity to give with positive indicators of greater engagement in philanthropy. Empowering philanthropy in Ireland is both complex and ambitious in intent, warranting patient investment of time. But there is a creeping appetite to engage in philanthropy underpinned by a desire to create impact with giving.

Collaboration and partnership are fundamental for the development of the sector. Government and departmental support and engagement is critically important, and we value the relationships developed. Partnership with and between Members provides essential voice and support. Engagement with wider stakeholders creates opportunity for knowledge exchange.

As an organisation we remain committed to providing leadership, support and voice for donors. We will continue to work hard for the development of philanthropy and look forward to continued engagement with a wide range of stakeholders in pursuit of growth in philanthropy for the benefit of society.

Our Vision

Our vision is one of an active, dynamic and vibrant philanthropic sector, positively perceived and supported by appropriate policy frameworks for ongoing development.

Our Mission

Our Mission is to increase the level of philanthropy in Ireland and to expand the community of engaged donors who are regular, strategic, long-term contributors to good causes.

Our Values

Excellence – striving to achieve highest standards of ethics and integrity in all our activities.

Leadership – proactive in providing voice and informing best practice for the sector.

Partnership – seeking to collaborate and work with stakeholders for maximum impact and benefit.

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Chairman's statement for financial year ended 31 December 2018 - *continued*

How We Make a Difference

We provide an independent objective voice for donors, institutional and individual, representing their interests as they work to support a range of causes for the benefit of our society. We promote philanthropy as a mechanism of strategic giving for impact, advocating for policy development with government while supporting and informing good practice in philanthropy. We facilitate knowledge exchange and networking for shared learning among a community of engaged stakeholders in philanthropy.

Overview of Activity

Objective: To promote the concept and value of philanthropy to expand the community of donors engaging in strategic giving.

Achievements:

- Input, information, guidance and advice to donors culminated in 5 active prospects for engagement through a structured giving mechanism with one established by year end.
- Annual Donor Symposium, with keynote address by An Taoiseach, Leo Varadkar, hosted in Government buildings. With engagement by over 40 donors, it provided opportunity to build understanding of the donor space and what government support could look like and recommendations to follow through on.
- Engagement with professional advisers provided opportunity to engage on family philanthropy with audience of more than 30 attendees.
- 'Shape Tomorrows World Today: Inspiring Future Leaders to Embrace Philanthropy'; an event attended by 43 next generation and young professionals. Presentations and discussions centred on Sustainable Development Goals to inform, advise and discuss strategic giving, contributing to building a culture of philanthropy among young leaders.
- Knowledge sharing events provided informal space for peer exchange, reaching 38 donors.
- Collaboration and engagement across key platforms of business networks inputting on philanthropy.
- Engagement with Trinity College Dublin, University College Dublin and National University Ireland Galway, for successful submission of a proposal to European Researchers Network on Philanthropy for hosting of their bi-annual conference in Dublin in 2021.

Objective: To contribute to the development of policy for a supportive infrastructure and environment

Achievements:

- Research report commissioned and completed on the impact of the 2013 change in tax treatment of charitable donations.
- Delivery of presentations to key political stakeholders on philanthropy in Ireland and prospective changes for its support and development.
- Drafted and submitted collective proposals from members of Philanthropy Ireland for Pre-Budget Submission on supports for the development of philanthropy.

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Chairman's statement for financial year ended 31 December 2018 - *continued*

Objective: To advocate and support best practice in philanthropy through knowledge exchange and shared learning among our Members.

Achievements:

- Organisation of three Member Networking events, addressing practice related themes, engaging 29 organisations and reaching 56 participants.
- Activation of Grantmakers Forum for member information exchange on grant making practice.
- Provision of 1:1 support to 21 of our members, addressing issues and facilitating connections for peer support, directly engaging on concerns such as strategy; advocacy; impact; research sources and insights; evaluations/assessments; governance; networking; international best practice.
- Circulation 6 bi-monthly e-zines reaching 90+ subscribers and regular updates on sector information to members, including practice models, research, programmes, opinion pieces.
- Engagement in assessment process for funding applications on behalf of members including Social Entrepreneurs Ireland and Social Innovation Fund Ireland.
- Engagement with Donors and Foundations Network Europe, attendance at knowledge sharing workshops; participation in the Legal Affairs Committee re policy development.
- Participation in Philanthropy Fellowship Programme at Centre on Philanthropy and Civil Society at City University New York; research paper on Irish Corporate Philanthropy completed.
- Participation in Charities Regulator Advisory Group for development of new Governance Code, presenting feedback submissions from 5 PI members
- Updating of resource guides for giving, 'Guide to Setting up a Foundation' and the 'Effective Giving Guide'.

Objective: To maintain the highest standards of governance in our operation and practice

The Board of PI met 7 times in 2018. An average of 66% attendance at Boards Meetings was achieved.

The Annual General Meeting took place in December, at which one of our Directors stepped down having reached the maximum term of service. The Board will proceed to co-option of up to two new directors in 2019.

The Audit and Risk Committee, a sub-committee of the Board, oversees and manages all financial procedures and controls, maintains oversight on risk and ensures compliance with all statutory reporting requirements including Revenue, Charity Regulatory Authority, Lobbying Register. This Committee met 3 times in 2018.

The ongoing voluntary commitment, support and passion of our Board members to promote philanthropy in Ireland is highly valued. The board acknowledges the work and dedication of the staff team, who provide leadership and ambition for the sector and continually project a positive and excellent image of Philanthropy Ireland. Together with all our members we look forward to even further great achievements in 2019/20.

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Directors' report for financial year ended 31 December 2018

The directors present their annual report together with the audited financial statements of the company for the financial year ended 31 December 2018.

Principal activities

The principal activity of the company is to promote philanthropy in the Republic of Ireland and to provide a means by which members can enhance the effectiveness of their philanthropic work by increasing professionalism and grant-making capacity and by sharing information and ideas.

The company is a registered charity and the report and results are presented in a form which complies with the requirements of the Companies Act 2014. Although not obliged to comply with the Statement of Recommended Practice (SORP), as issued by the Charity Commissioners for England and Wales in October 2005, the company has implemented many of its recommendations in these accounts.

Management and decision making

The Board of Directors is vested with all the necessary powers for carrying out the aims of the organisation. The focus of the Board is more particularly on matters of policy and oversight. It works closely with the Executive Director and Executive Team, who together are tasked with the implementation of Policy.

Strong emphasis is now placed on the induction, training and development of our Board members, and various presentations, updates and training opportunities are provided to ensure that they are appropriately prepared for their roles.

The Board of directors recognises that it has responsibility to ensure that the organisation has effective Risk Management and Control Processes in place.

Legal status

The company is a company incorporated in Ireland No. 371896 in the Registrar of Companies, exempt from the requirement to use the word "limited" as part of its name pursuant to the provisions of the Companies Act 2014.

Aims of the Charity

The mission of Philanthropy Ireland CLG is to promote philanthropy; and to provide a means by which members can enhance the effectiveness of their philanthropic work by increasing professionalism and grant-making capacity and by sharing of information and ideas.

Results and dividends

The deficit of income over expenditure for the financial year amounted to €51,205 (2017: deficit €90,236) revenue reserves brought forward amount to €232,927 (2017: €284,132). In accordance with the Memorandum of Association of the company, no portion of the assets of the company shall be paid or transferred to the members.

Directors

The present membership of the Board is set out on page 2.

Interests of directors and company secretary

The company is limited by guarantee and does not have any share capital. Therefore, the directors and secretary who served during the financial year did not have a beneficial interest in the company.

All directors serve in a voluntary capacity.

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Directors' report for financial year ended 31 December 2018 - *continued*

Events since the end of the financial year

There were no significant events affecting the company since the financial year end.

Taxation status

Philanthropy Ireland Limited has a charitable exemption from taxation on surpluses, within the meaning of Section 207, Taxes Consolidation Act, 1997.

Political donations

No political donations have been made by the company which require disclosure under the Electoral Act 1997.

Accounting records

The measures taken by directors to ensure compliance with the requirements of Sections 281 to 285 of the Companies Act 2014 with regard to the keeping of accounting records, are the employment of appropriately qualified accounting personnel and the maintenance of computerised accounting systems. The company's accounting records are maintained at the company's business address at 56 Fitzwilliam Square, Dublin 2.

Statement on relevant audit information

Each of the persons who are directors at the time when this Directors' report is approved and has confirmed that:

- So far as that director is aware, there is no relevant audit information of which the company's auditors are unaware; and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Auditors

The auditors, Grant Thornton, continue in office in accordance with Section 383 (2) of the Companies Act 2014.

On behalf of the Board

Bernard Kirk
Director

Ronan Headon
Director

Date:

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Statement of directors' responsibilities for the financial year ended 31 December 2018

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 Irish Generally Accepted Accounting Practice in Ireland, including Financial Reporting Standard102, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and Irish law.

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 for the financial year end date and of the profit or loss of the company for that 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 judgments 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 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 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

Bernard Kirk
Director

Ronan Headon
Director

Date:

Independent auditor's report to the members of Philanthropy Ireland Company Limited by Guarantee

Opinion

We have audited the financial statements of Philanthropy Ireland CLG, which comprise the Statement of comprehensive income, Statement of financial position, Statement of cash flows and related notes for the financial year ended 2018, and the related notes to the financial statements, including the summary of significant accounting policies.

The financial reporting framework that has been applied in the preparation of the financial statements is Irish law and accounting standards issued by the Financial Reporting Council including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (Generally Accepted Accounting Practice in Ireland).

In our opinion, Philanthropy Ireland CLG's financial statements:

- give a true and fair view in accordance with Generally Accepted Accounting Practice in Ireland of the assets, liabilities and financial position of the company as at 31 December 2018 and of its financial performance and cash flows for the financial year then ended; 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 'responsibilities of the auditor for the audit of the financial statements' section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Ireland, namely the Irish Auditing and Accounting Supervisory Authority (IAASA) Ethical Standard concerning the integrity, objectivity and independence of the auditor, and the ethical pronouncements established by Chartered Accountants Ireland, applied as determined to be appropriate in the circumstances for the entity. We have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (Ireland) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Independent auditor's report to the members of Philanthropy Ireland Company Limited by Guarantee - continued

Other information

Other information comprises information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies in the financial statements, 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.

Matters on which we are required to report by the Companies Act 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. Based solely on the work undertaken in the course of our audit, in our opinion, the directors' report has been prepared in accordance with the requirements of the Companies Act 2014.

Matters on which we are required to report by exception

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

Under the Companies Act 2014 we are required to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by sections 305 to 312 of those Acts have not been made. We have no exceptions to report arising from this responsibility.

Independent auditor's report to the members of Philanthropy Ireland Company Limited by Guarantee - continued

Responsibilities of management and those charged with governance for the financial statements

As explained more fully in the directors' responsibilities statement, management is responsible for the preparation of the financial statements which give a true and fair view in accordance with Generally Accepted Accounting Practice in Ireland, including FRS 102 and for such internal control as they determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

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

Responsibilities of the auditor for the audit of the financial statements

The auditor's 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 their 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.

As part of an audit in accordance with ISAs (Ireland), the auditor will exercise professional judgment and maintain professional scepticism throughout the audit. The auditor will also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for their opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the [group and] company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events

Independent auditor's report to the members of Philanthropy Ireland Company Limited by Guarantee - continued

Responsibilities of the auditor for the audit of the financial statements - continued

or conditions that may cast significant doubt on the [group and] company's ability to continue as a going concern. If they conclude that a material uncertainty exists, they are required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify their opinion. Their conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the [group or] company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves a true and fair view.

The auditor shall communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that may be identified during the audit.

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

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

NOEL DELANEY FCA
For and on behalf of
Grant Thornton
Chartered Accountants
& Statutory Audit Firm
Dublin 2

DATE:

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Statement of comprehensive income for the financial year ended 31 December 2018

	Note	31/12/18 Unrestricted Funds €	31/12/18 Restricted Funds €	31/12/18 Total Funds €	31/12/17 Total Funds €
Income					
Voluntary income					
Core funding	2	125,120	-	125,120	108,248
Deposit interest		16	-	16	37
Other income		<u>-</u>	<u>15,000</u>	<u>15,000</u>	<u>-</u>
Total income resources		<u>125,136</u>	<u>15,000</u>	<u>140,136</u>	<u>108,285</u>
Expenses					
Resources expended					
Charitable activities	3	134,782	19,735	154,517	162,517
Support costs	4	26,669	1,500	28,169	26,734
Governance costs	5	<u>8,655</u>	<u>-</u>	<u>8,655</u>	<u>9,270</u>
Total resources expended		<u>170,106</u>	<u>21,235</u>	<u>191,341</u>	<u>(198,521)</u>
Net incoming deficit for financial year		<u>(44,970)</u>	<u>(6,235)</u>	<u>(51,205)</u>	<u>(90,236)</u>
Total funds brought forward		<u>277,897</u>	<u>6,235</u>	<u>284,132</u>	<u>374,368</u>
Movement in reserves	14	(44,970)	(6,235)	(51,205)	-
Total funds carried forward		<u>232,927</u>	<u>=</u>	<u>232,927</u>	<u>284,132</u>

All income and expenditure are in respect of continuing operations.

There was no other comprehensive income for 2018 (2017: €Nil).

The notes on pages 17 to 25 form part of these financial statements.

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Statement of financial position as at 31 December 2018

	Note	31/12/18 €	31/12/17 €
FIXED ASSETS			
Tangible assets	10	<u>181</u>	<u>361</u>
		<u>181</u>	<u>361</u>
CURRENT ASSETS			
Debtors: amounts falling due within one year	11	10,776	1,776
Cash at bank	12	<u>240,136</u>	<u>302,472</u>
		250,912	304,248
CREDITORS (amounts falling due within one year)	13	<u>(18,166)</u>	<u>(20,477)</u>
NET CURRENT ASSETS		<u>232,746</u>	<u>283,771</u>
NET ASSETS		<u>232,927</u>	<u>284,132</u>
RESERVES			
Accumulated funds – restricted	14	-	6,235
Accumulated funds – unrestricted	14	<u>232,927</u>	<u>277,897</u>
		<u>232,927</u>	<u>284,132</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 the provisions of FRS 102 Section 1A for small entities.

The financial statements were approved and authorised for issue by the board:

Bernard Kirk
Director

Ronan Headon
Director

Date:

The notes on pages 17 to 25 form part of these financial statements.

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Statement of changes in equity for financial year ended 31 December 2018

	Unrestricted Funds €	Restricted funds €	Total €
At 1 January 2018	277,897	6,235	284,132
Deficit for the financial year	(44,970)	(6,235)	(51,205)
Movement for the financial year	_____ -	_____ -	_____ -
At 31 December 2018	<u>232,927</u>	<u>-</u>	<u>232,927</u>
In respect of prior financial year:			
At 1 January 2017	336,985	37,383	374,368
Deficit for the financial year	(90,236)		(90,236)
Movement for the financial year	<u>31,148</u>	<u>(31,148)</u>	_____ -
At 31 December 2017	<u>277,897</u>	<u>6,235</u>	<u>284,132</u>

The notes on pages 17 to 25 form part of these financial statements.

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Statement of cash flows for financial year ended 31 December 2018

	31/12/18 €	31/12/17 €
Net cash outflow from operating activities	<u>(62,336)</u>	<u>(130,688)</u>
Reconciliation of operating loss to net cash outflow from operating activities:		
Operating deficit	(51,205)	(90,236)
(Increase)/decrease in debtors	(9,000)	125
Decrease in creditors	(50)	(8,450)
Decrease in deferred revenues	(6,235)	(31,148)
Increase/(decrease) in accruals	3,974	(805)
Depreciation	<u>180</u>	<u>367</u>
Net cash used in operating activities	(62,336)	(130,147)
Reconciliation of operating loss to net cash outflow from investing activities:		
Purchase of tangible fixed assets	(-)	<u>(541)</u>
Net cash used in investing activities	(-)	<u>(541)</u>
Net decrease in cash and cash equivalents	<u>(62,336)</u>	<u>(130,688)</u>
Analysis of changes in cash and cash equivalents during the financial year		
Balance as at 31 December 2017	302,472	433,160
Net cash outflow	<u>(62,336)</u>	<u>(130,688)</u>
Balance as at 31 December 2018	<u>240,136</u>	<u>302,472</u>
Analysis of the balance of cash and cash equivalents as shown in the Statement of financial position		
Cash in bank at 31 December 2018	<u>240,136</u>	<u>302,472</u>

The notes on pages 17 to 25 form part of these financial statements.

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Statement of accounting policies for financial year ended 31 December 2018

Basis of preparation

The financial statements are prepared in accordance with generally accepted accounting principles under the historic cost convention and comply with the financial reporting standards of the Financial Reporting Council, as promulgated by the Institute of Chartered Accountants in Ireland, and Irish statute comprising the Companies Act, 2014.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the company's accounting policies (see note 1).

The following principal accounting policies have been applied:

Going concern

The directors are satisfied that the going concern basis of accounting is appropriate for these financial statements.

Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

The company adds to the carrying amount of an item of fixed assets the cost of replacing part of such an item when that cost is incurred, if the replacement part is expected to provide incremental future benefits to the company. The carrying amount of the replaced part is derecognised. Repairs and maintenance are charged to profit or loss during the period in which they are incurred.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method. The estimated useful lives range as follows:

Computer equipment	33.3% straight line
Web design	33.3% straight line
Furniture	20% straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised within 'other operating income' in the Statement of comprehensive income.

Taxation

Philanthropy Ireland Limited is regarded as established for charitable purposes only, within the meaning of Section 207, Taxes Consolidation Act, 1997 under charity reference no. CHY 14484 and is thereby exempt from taxation on profits.

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Statement of accounting policies for financial year ended 31 December 2018 - Cont'd

Incoming resources

Income is derived from grants, donations and subscriptions from members as determined from time to time by the directors and is taken to revenue when receivable. Donations in kind are valued and included in the Income and Expenditure Account in the year the benefit accrues.

Resources expended

Expenditure has been analysed between cost of generating funds, charitable activities, and support and governance costs.

The costs of each activity have been separately accumulated and analysed according to the major cost drivers.

Restricted funds

Restricted funds consist of grants and donations received which can only be used for the purpose for which they were specified by the donors.

Unrestricted funds

Unrestricted funds consist of grants and donations which the company can spend, at the discretion of the directors, to enable it to achieve its overall aims and objectives.

Pensions

Pension benefits for employees are met by payments to a Personal Retirement Savings Account with defined contributions.

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value including transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value including transaction costs, and are measured subsequently at amortised cost using the effective interest method.

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Notes forming part of the financial statements for financial year ended 31 December 2018

1 Judgements in applying accounting policies and key sources of estimation uncertainty

When preparing the financial statements, management undertakes a number of judgements, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenditure.

2 Voluntary income

	Unrestricted €	Restricted €	Total 2018 €	Total 2017 €
Core Funding				
Membership Fees	13,590	-	13,590	2,100
Department of Rural and Community Development	75,000	-	75,000	75,000
Project Funding				
Mott Foundation	-	-	-	24,148
Medtronic	36,530	-	36,530	7,000
	<hr/> 125,120	<hr/> -	<hr/> 125,120	<hr/> 108,248
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Notes forming part of the financial statements for financial year ended 31 December 2018
 – *cont'd.*

3 Charitable Activities

		Unrestricted €	Restricted €	Total 2018 €	Total 2017 €
<u>Core</u>					
Salaries	Note 8	92,547	3,286	95,833	109,976
Staff PRSI	Note 8	10,398	-	10,398	11,813
Pension contributions	Note 8	3,504	-	3,504	3,504
Ex Gratia		-	-	-	2,200
Consulting costs		-	-	-	2,400
Research		5,910	15,000	20,910	24,148
<u>Projects Costs</u>					
Project promotion costs		3,152	-	3,152	3,209
Project Policy Costs		18,479	-	18,479	1,267
Project Practice Costs		792	1,449	2,241	4,000
		134,782	19,735	154,517	162,517

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Notes forming part of the financial statements for financial year ended 31 December 2018
 – *cont'd.*

4 Support costs

	Unrestricted €	Restricted €	Total 2018 €	Total 2017 €
Core				
Travel, business entertainment and meetings	2,320	-	2,320	1,984
Books and subscriptions	500	-	500	1,000
Postage and stationery	354	-	354	174
Telephone	687	-	687	484
Bank charges	193	-	193	207
Insurance	1,925	-	1,925	1,685
Depreciation	180	-	180	367
Rent, rates and water	12,546	1,500	14,046	14,025
Web and IT expenses	5,825	-	5,825	2,438
Professional Fees	1,566	-	1,566	2,943
Sundry expenses	573	-	573	1,427
	26,669	1,500	28,169	26,734

5 Governance Costs

	Unrestricted €	Restricted €	Total 2018 €	Total 2017 €
Audit fees	5,535	-	5,535	6,150
Accountancy fees	3,120	-	3,120	3,120
	8,655	-	8,655	9,270

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Notes forming part of the financial statements for financial year ended 31 December 2018
– *cont'd.*

6 Allocation of Salaries

The directors allocate the salaries costs, as shown in the table below, on a basis consistent with the use of its staff resource.

	Total 2018 €	Total 2017 €
Charitable activities – unrestricted	106,449	124,120
Charitable activities – restricted	<u>3,286</u>	<u>3,373</u>
Total salaries	<u>109,735</u>	<u>127,493</u>

7 Directors' Remuneration and Transactions

The directors were not paid any remuneration or fees during the financial year (2017: Nil).

8 Staff Numbers and Costs

The average number of persons employed by the company during the financial year, analysed by category, was as follows:

	Total 2018 Number	Total 2017 Number
Administration	<u>2</u>	<u>2</u>

The aggregate payroll costs of these persons were as follows:

	31/12/18 €	31/12/17 €
Wages	95,833	109,976
Social welfare costs	10,398	11,813
Contributions to pension scheme	3,504	3,504
Ex-gratia contributions	<u>-</u>	<u>2,200</u>
	<u>109,735</u>	<u>127,493</u>

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Notes forming part of the financial statements for financial year ended 31 December 2018
– *cont'd.*

8 Staff Numbers and Costs – *cont'd.*

Capitalised employee costs during the financial period amounted to €NIL (2017: €NIL).

The number of employees whose emoluments, as defined for taxation purposes (basic pay, vehicle and medical insurance benefits), amounted to over €60,000 in the financial year were as follows:

The number of higher paid employees was:	2018 Number	2017 Number
€60,000 - €70,000	1	1
€70,000 - €80,000	-	-
€80,000 - €90,000	-	-
€90,000 - €100,000	-	-
€100,000 –€110,000	-	-

9 Taxation

The company has charitable status (Charity Number: CHY 14484) and is exempt from Corporation Tax.

10 Tangible Fixed Assets

	Computer Equipment €	Web Design €	Furniture €	Total €
Cost				
At 1 January 2018	24,131	41,080	6,372	71,583
Additions	-	-	-	-
Disposals	-	-	-	-
At 31 December 2018	24,131	41,080	6,372	71,583
Depreciation				
At 1 January 2018	23,770	41,080	6,372	71,222
Charge for financial year	180	-	-	180
At 31 December 2018	23,950	41,080	6,372	71,402
Net Book Amount at 31 December 2018	<u>181</u>	<u>-</u>	<u>-</u>	<u>181</u>
Net Book amount at 31 December 2017	<u>361</u>	<u>-</u>	<u>-</u>	<u>361</u>

PHILANTHROPY IRELAND LIMITED

Notes forming part of the financial statements for financial year ended 31 December 2018
– *cont'd.*

11. Debtors	31/12/18	31/12/17
	€	€
Other debtors	<u>10,776</u>	<u>1,776</u>

All amounts are receivable within one year.

12. Cash and cash equivalents	31/12/18	31/12/17
	€	€
Cash at bank and in hand	<u>240,136</u>	<u>302,472</u>

13. Creditors (amounts falling due within one year)	31/12/18	31/12/17
	€	€
Accruals	12,572	8,598
Deferred revenues	-	6,235
Other creditors including tax and social welfare	<u>5,594</u>	<u>5,644</u>
	<u>18,166</u>	<u>20,477</u>
Other creditors		
PAYE/PRSI	<u>5,594</u>	<u>5,644</u>

The terms of accruals and deferred revenue are in accordance with underlying contracts.

Other creditors including social insurance are payable at various dates over the coming months in accordance with the applicable statutory provisions.

14. Accumulated Funds	1/1/18	Deficit	Transfer	31/12/18
	€	€	€	€
Restricted	6,235	(6,235)	-	-
Unrestricted	<u>277,897</u>	<u>(44,970)</u>	-	<u>232,927</u>
Total	<u>284,132</u>	<u>(51,205)</u>	-	<u>232,927</u>

PHILANTHROPY IRELAND COMPANY LIMITED BY GUARANTEE

Notes forming part of the financial statements for financial year ended 31 December 2018
– *cont'd.*

15 Guarantee Liability

The company is incorporated under the Companies Act 2014 as a company limited by guarantee and not having a share capital.

Under the provisions of the constitution the guarantee of each member of the company is €1. At 31 December 2018, there were 23 members and 6 associate members (2017: 23 and 6).

16 Incorporation and Commencement of Activity

Irish Funders Forum Limited was incorporated on 5 June 2003 and took over the activities of the Irish Funders Forum from that date.

The company changed its name to Philanthropy Ireland Company Limited by Guarantee on 1 December 2016.

17 Commitments under licence agreement

At 31 December 2018, the company had future licence and service fees payment commitments for the operation of the company office as follows:

	31/12/2018	31/12/17
	€	€
Not later than 1 year	<u>9,631</u>	<u>14,046</u>

18 Approval of the Financial Statements

The financial statements were approved by the directors and signed on their behalf