TIGLIN CHALLENGE

Reports and
Financial Statements
For the financial year ended
31 December 2018

Registered number: 220213

TIGLIN CHALLENGE

REPORTS AND FINANCIAL STATEMENTS

Contents

DIRECTORS AND OTHER INFORMATION AT DATE OF APPROVAL OF FINANCIAL STATEMENTS

Directors	Aubrey McCarthy (Chairman) Keith Flynn Jerry Conlan Emmanuel Eguare Gerald Farrell Susan Philips
Secretary	Aidan Nevin
Auditors	Ruddell & Co. Chartered Accountants & Registered Auditors 16 Church Street Dungannon Co Tyrone
Bankers	Allied Irish Bank 7/12 Dame Street Dublin 2
Business Address	Tiglin Ashford Co Wicklow
Registered office	Apartment 1 109 Cork Street Dublin 8
Company Registered Number	220213
Charity Number	CHY11596

CHAIRMAN'S STATEMENT

Overview

Once again it is encouraging for me to report a year of growth for Tiglin Challenge. It was a year where we celebrated 10 years in existence and we marked this by holding a family day for graduates. Over 200 people attended the event and four graduates gave a short presentation on their life experiences. From starting their own business and employing 30 people to graduating with an honours degree, it allowed both the board of directors and staff observe first-hand the impact that Tiglin has made in society.

State bodies such as the HSE, Department of Social Protection Wicklow County Council and many individual and corporate donors provide both financial and practical support which ensures that the work of Tiglin continues to reach lives trapped in addiction and homelessness and to provide a way out.

Through our own internal resources and the valuable support of external agencies we continue to provide wrap around care services that introduce individuals to addiction free living, self-development, educational opportunities, jobs skills, housing and family support. Through these our residents and participants set goals to reach their potential and our dedicated staff team empower them to make the best decisions for their future.

Residential centres

Strong and steady demand for both our women's and men's residential services are signs that society is increasingly been drawn towards 'a ritualistic alternative to real life". The ritual here is not just the drinking of alcohol, but the escape from reality with opioid, benzodiazepines, cocaine and crack cocaine abuse giving rise to continued demand for help.

Our ladies centre has greatly benefited from an overhaul of the outdoor space. With the kindness of a donor we have been able to erect a poly tunnel there and commence a horticulture course with the sponsorship of the KWETB. Four of the ladies also graduated from AN COSAN with a QQI Level 6 in Learning to Learn.

Tiglin men's centre also witnessed wonderful success in terms of education and achievements and once again we had 10 residents graduating from IT Carlow with a QQI Level 6. It was an inspiring moment for all present including family members when the graduates took to the stage in their graduation gowns to receive their certificates.

I deeply regret having to report that one of our students tragically died while swimming in the nearby Devils Glen Wood. Our thoughts and prayers are with the close family and friends and all who were impacted by this sad accident.

Community Employment Schemes

Our rehabilitation day services in Arklow continue to grow in strength and introduce our participants on Community Employment Schemes to educational and employment progression while supporting them in their recovery through one to one and group support.

Outdoor initiatives have been very beneficial for our participants. Courses which were beneficial in our Day programme were a Sailing in to Wellness course, therapeutic interventions made on the Care Farm and co-operation with Coillte restoring a forest walkway.

No Bucks Café.

Our homeless outreach service has continued to be a place of refuge for up to 120 people each night. 2018 has also seen No Bucks become a place for both volunteers and CE participants to reach out together. The Department of Social Protection agreed to allow an extension of Tiglin as a sponsor group and now we have a Supervisor and 12 participants working to improve the lives of those on our streets.

Housing

It has been a year of planning and working with the authorities as we prepared for the refurbishment of Carraig Eden for male graduates who have completed our residential programme. With work due to start in Summer of 2019 it will be exciting to see 34 accommodation units being made available and support being provided to those who have committed to a new way of living.

Other highlights for the year 2018 were as follows:

- We had a variety of fundraising events but some of the more memorable ones were the Wicklow Regatta, Paddy Casey concert in Temple Carriage school in Greystones and a women's business luncheon hosted by the Kildare Branch of Network Ireland.
- Our annual Salesforce sleepout and soccer tournament and donations from MAC Interiors again highlight the generous support we receive from corporate Ireland.
- RTE featured one of our graduates on the Late Late Show along with Tiglin Patron Gillian Hussey.
- An invitation was extended to both Phil Thompson Tiglin CEO and myself to visit Aras an Uachtarain. We also attended the Presidential Inauguration in Dublin Castle.
- Tiglin commenced a closed Park run group.
- We had a 10-year anniversary celebration at the Tiglin men's centre which inspired many to stay strong on their road to recovery.

Finance

The organisation is very grateful to the South Inner City, East Coast, and Dublin North Inner City Drug Task Forces for their continuing support in providing funding for the operation of our student centres. In the rapidly changing world around regulation and compliance we maintain a close relationship with the Drug Task Forces and work together to ensure that the organisation operates best practices both in the delivery of services and compliance with HSE rules and regulations. Our relationship with the Department of Social Protection in the operation of Community Employment Schemes continues to grow.

Careful management of finances is essential particularly so in the charitable sector which relies entirely on the confidence of the public sector. Our finance team which includes qualified Accountants endeavours to ensure best practices are applied across the organisation.

The loan balance continues to be paid as it falls due and the year-end balance stood at €56k.

Governance

Corporate governance is an important focus of the Board. To ensure the confidence of all our stakeholders the Board endeavours to ensure that the organisation is up to date with developments in governance. Steps already taken include compliance with the Governance Code and adoption of the Charities SORP in our financial statements. Our focus now turns to learning and preparation for the Charities Governance Code as compliance will be mandatory from 2020.

The Board audit ensures that the appropriate skillsets are in place which includes medical, educational and pharmaceutical representation. During 2018 Paul Caffrey resigned as a Board member and I am pleased to welcome Susan Philips to the Board.

Tiglin has seen remarkable growth over recent years and demand for our services continues unabated. Many challenges exist in ensuring that Tiglin continues at the forefront of rehabilitation services. The Board of Tiglin is passionate about continuing to position Tiglin as a professional provider of services within the rehabilitation sector.

Aubrey McCarthy
Chairman
30 April 2019

DIRECTORS' REPORT

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

Objectives and activities

The objectives of the charity are to run, own and manage rehabilitation centres for adults seeking recovery from substance abuse, a scheme to provide food and clothing for homeless people and outreach work with those recovering from addiction.

The main objectives for the year continue to be the promotion and fostering of rehabilitation services.

Companies Act 2014
The Companies Act 2014 was commenced on 1 June 2015. The company converted to a company limited by guarantee under Parts 1 to 15 of that Act on 17 May 2016.

Principal Activities and Review of the Business

Principal Activities
The principal activity of the company is the operation of two rehabilitation centres for adults seeking recovery from substance abuse. The men's and women's centres are located at Tiglin, Ashford and Brittas Bay, Co. Wicklow respectively. The company operates a "No Bucks" café scheme which provides food and clothing to homeless people in Dublin and Bray.

The CE scheme at Tiglin, kindly supported by the Department of Social Protection, commenced operation in 2017. There are now more than 30 CE participants between the Arklow and Tiglin schemes.

Review of business and future developments

In 2018, Tiglin Challenge built on its reputation as a recognised and respected provider of rehabilitation services.

Further details are provided in the Chairman's statement.

DIRECTORS' REPORT (continued)

Results

The surplus for the year and the appropriation thereof is set out in the income and expenditure account on page 12.

Principal risks and uncertainties

The principal risk continues to be our reliance on funding from three Drugs Task Forces and corporate and personal donations as more fully explained in the going concern note on page 20.

The company operates solely in the Republic of Ireland. Therefore, it is not subject to significant currency risks. The company does rely on borrowings, the majority of which are fixed rate, and therefore does have exposure to interest rate risk. The company's policy is to ensure that sufficient resources are available from cash balances and cash flows to ensure all obligations can be met when they fall due.

A formal policy on reserves was agreed at the board meeting on 9th May 2018. The Board agreed that reserves should be maintained at a level which ensures that Tiglin Challenge could operate the rehabilitation program during a period of unforeseen difficulty and that a substantial proportion of reserves should be maintained in a readily realisable form. The board agreed that the current level of reserves is appropriate.

The directors are aware of the major risks to which the company is exposed and are satisfied that systems are in place to mitigate exposure to major risks.

Events after the end of the financial year

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

Directors

The names of the persons who were directors at any time during the year ended 31 December 2018 are set out below. Unless indicated otherwise they served as directors for the entire year.

Aubrey McCarthy (Chairman)
Keith Flynn
Paul Caffrey (resigned 12 September 2018)
Mr Jerry Conlan
Mr Emmanuel Eguare
Gerald Farrell
Susan Philips (appointed 6 February 2018)

DIRECTORS' REPORT (continued)

Company secretary
The company secretary throughout the financial year was Mr Aidan Nevin.

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

All directors serve in a voluntary capacity.

Political donations
The company made no political donations in either the current or preceding financial year.

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 the premises of the Tiglin, Ashford, Co. Wicklow.

Audit Committee
The company formed an audit committee during the financial period. The audit committee have recommended the approval of the financial statements to the board of directors.

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

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

Auditors
In accordance with section 383(2) of the Companies Act, 2014, the auditors, Ruddell & Co., Chartered Accountants, will continue in office.

Approved by the board of directors and signed on its behalf by

Aubrey McCarthy	Emmanuel Eguare	30 April 2019
Chairman	*Director*	

RUDDELL
& COMPANY

Chartered Accountants & Registered Auditors
incorporating RJ Burton & Company

16 Church Street, Dungannon, Co. Tyrone, BT71 6AB
Tel: (028) 8772 2043

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TIGLIN CHALLENGE

We have audited the financial statements of Tiglin Challenge for the year ended 31 December 2018 which comprise the Income and Expenditure Account, the Balance Sheet, the Statement of Cash Flows and the related notes. The relevant 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* 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 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.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement set out on page 9, 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 the 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.

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.

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& COMPANY

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TIGLIN CHALLENGE (continued)

Drugs Task Force and Private Funding

In forming our opinion, we have considered the adequacy of the disclosures made in the going concern paragraph within the 'Judgments and key sources of estimation uncertainty' section of note 2 of the financial statements concerning the uncertainty as to future levels of Drugs Task Force and private sector funding for the company. In view of the significance of this uncertainty, we consider that it should be drawn to your attention, but our opinion is not qualified in this respect.

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 2018 and of its deficit for the year then ended; and
- have been properly prepared in accordance with the relevant financial reporting framework and, in particular, the requirements of the Companies Act 2014.

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.

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.

Jonathan Ruddell

Jonathan Ruddell
for and on behalf of Ruddell & Co.
Chartered Accountants and Statutory Audit Firm
Dungannon
30 April 2019

INCOME AND EXPENDITURE ACCOUNT

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

	Notes	2018 Restricted income €	2018 Unrestricted income €	2018 Total €	2017 Total €
Turnover	3	839,405	710,047	1,549,452	1,496,256
Net operating expenses		(810,802)	(739,394)	(1,550,196)	(1,411,342)
Other operating income		-	-	-	-
Operating deficit		28,603	(29,347)	(744)	84,914
Interest payable and similar charges	4	-	(1,006)	(1,006)	(1,653)
Interest receivable				-	-
Deficit on ordinary activities before taxation	5	28,603	(30,353)	(1,750)	83,261
Tax on surplus on ordinary activities	9	-	-	-	-
Deficit for the financial year		28,603	(30,353)	(1,750)	83,261
Reserves balance carried forward		-	1,159,843	1,159,843	1,076,582
Reserves closing balance		28,603	1,129,490	1,158,093	1,159,843

BALANCE SHEET AS AT 31 DECEMBER 2018

	Notes	2018		2017	
		€	€	€	€
Fixed Assets					
Tangible assets	10		802,904		826,620
Current Assets					
Debtors	11		72,584		53,442
Cash at bank and in hand – unrestricted			480,091		503,986
Cash at bank and in hand – restricted			-		-
			552,675		557,428
Creditors: Amounts falling due within one year	12		(197,486)		(164,518)
Net current assets			355,189		392,910
Total assets less current liabilities			1,158,093		1,219,530
Creditors: Amounts falling due after more than one year	13	-		(59,687)	
Provisions for liabilities		-		-	
			-		(59,687)
Net assets			1,158,093		1,159,843
Reserves					
Income and Expenditure account			1,140,093		1,159,843
Designated Repair Reserve	17		18,000		-
Reserves			1,158,093		1,159,843

Approved by the board of directors and signed on its behalf by

Aubrey McCarthy
Director

Emmanuel Eguare
Director

30 April 2019

STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

	Notes	2018 €	2017 €
Net cash flows from operating activities	15	86,310	125,906
Cash flows from investing activities			
Proceeds from sale of tangible fixed assets		600	3,400
Payments for tangible fixed assets		(47,043)	(19,599)
Capital fundraising		-	-
Net cash flows from investing activities		(46,443)	(16,199)
Cash flows from financing activities			
Repayment of borrowings		(62,756)	(52,299)
Interest paid		(1,006)	(1,653)
Repayment of capital element of finance leases and hire purchase contracts		-	-
Net cash flows from financing activities		(63,762)	(53,952)
Net (decrease)/increase in cash and cash equivalents		(23,895)	55,755
Cash and cash equivalents at beginning of financial year		503,986	448,231
Cash and cash equivalents at end of financial year	16	480,091	503,986

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

1. General Information

These financial statements comprising the Income and Expenditure Account, the Balance Sheet, the Statement of Cash Flows and the related notes 1 to 23 constitute the individual financial statements of Tiglin Challenge for the financial year ended 31 December 2018.

Tiglin Challenge is a Company Limited by Guarantee (registered under Part 2 of Companies Act 2014), incorporated in the Republic of Ireland. The Registered Office is Apartment 1, 109 Cork Street, Dublin 8. The principal place of business of the company is at Tiglin, Ashford. The nature of the company's operations and its principal activities are set out in the Director's Report on pages 6 to 8.

The company transitioned from previously extant Irish GAAP to FRS 102 as at 1 January 2015.

Statement of Compliance
The financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (FRS 102) and with the Charities SORP.

Currency
The financial statements have been presented in Euro (€) which is also the functional currency of the company. In instances where amounts have been rounded to the nearest Euro, this is indicated by the symbol €.

2. Accounting Policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Basis of preparation

The financial statements have been prepared on the going concern basis and in accordance with the historical cost convention modified to include certain items at fair value. 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 issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland and the Charities SORP.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

Tangible fixed assets

All tangible fixed assets are initially recorded at historic cost. This includes legal fees, stamp duty and other non-refundable purchase taxes, and also any costs 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, which can include the costs of site preparation, initial delivery and handling, installation and assembly, and testing of functionality.

Depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost or valuation, less estimated residual value, of each asset systematically over its expected useful life, on a straight line basis, as follows:

Land and buildings	-	2% straight line
Fixtures, fittings and equipment	-	15% straight line
Motor Vehicles	-	25% straight line

The residual value and useful lives of tangible assets are considered annually for indicators that these may have changed. Where such indicators are present, a review will be carried out of the residual value, depreciation method and useful lives, and these will be amended if necessary. Changes in depreciation rates arising from this review are accounted for prospectively over the remaining useful lives of the assets.

Turnover

All categories of income are included in the financial statements in the year in which they are receivable. Income is treated as being general unless otherwise specified by the donor, in which case it will be restricted income. The directors review the restricted funds on an annual basis.

Restricted funds represent grants and donations which can only be used for a particular purpose specified by the donors.

Government grants

Grants are recognised using the accruals model when there is reasonable assurance that the grant will be received and all attaching conditions will be complied with. Grants are recognised as income in the income and expenditure account when there is evidence of entitlement to the grant, receipt is probable and its amount can be measured reliably.

Retirement benefit costs

The company operates a defined contribution scheme. Retirement benefit contributions in respect of the scheme for employees are charged to the income and expenditure account as they become payable in accordance with the rules of the scheme. The assets are held separately from those of the company in an independently administered fund. Differences between the amounts charged in the income and expenditure account and payments made to the retirement benefit scheme are treated as assets or liabilities.

Once-off termination payments that are not required by contract, legislation, or other obligations or commitments, are recognised in the financial year in which they become payable.

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the financial year end date. Non monetary items that are measured at historical cost are translated at the foreign exchange rate ruling at the date of the transaction. Non-monetary items measured at fair value are translated at the rate of exchange at the date of the valuation. All foreign exchange differences are taken to the income and expenditure account.

Financial Instruments

Share Capital of the Company

The company is a company limited by guarantee and therefore does not have an ordinary share capital.

Cash and cash equivalents

Cash consists of cash on hand and demand deposits. Cash equivalents consist of short term highly liquid investments that are readily convertible to known amounts of cash that are subject to an insignificant risk of change in value.

Other financial assets

Other financial assets including debtors for services provided on short-term credit, are initially measured at the undiscounted amount of cash receivable from that funder, which is normally the invoice price, and are subsequently measured at amortised cost less impairment, where there is objective evidence of an impairment.

Loans and borrowings

All loans and borrowings, both assets and liabilities are initially recorded at the present value of cash payable to the lender in settlement of the liability discounted at the market interest rate. Subsequently loans and borrowings are stated at amortised cost using the effective interest rate method. The computation of amortised cost includes any issue costs, transaction costs and fees, and any discount or premium on settlement, and the effect of this is to amortise these amounts over the expected borrowing period. Loans with no stated interest rate and repayable within one year or on demand are not amortised. Loans and borrowings are classified as current assets or liabilities unless the borrower has an unconditional right to defer settlement of the liability for at least twelve months after the financial year end date.

Other financial liabilities

Trade creditors are measured at invoice price, unless payment is deferred beyond normal business terms or is financed at a rate of interest that is not a market rate. In this case the arrangement constitutes a financing transaction, and the financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Impairment of financial assets

At the end of each reporting period, the company assesses whether there is objective evidence of impairment of any financial assets that are measured at cost or amortised cost, including loans, trade debtors and cash. If there is objective evidence of impairment, impairment losses are recognised in the income and expenditure account in that financial year.

Judgements and key sources of estimation uncertainty

The directors consider the accounting estimates and assumptions below to be its critical accounting estimates and judgements:

Going Concern
The company is dependent on Drugs Task Force funding and funding from private individuals. The directors have had discussions with both the East Coast, South Inner City and North Inner City Drugs Task Forces and are of the opinion that funding will continue for the foreseeable future. On this basis, the directors consider it appropriate to prepare the financial statements on the going concern basis. The financial statements do not include any adjustments that would result from the discontinuance of Drugs Task Force or private funding, or its reduction to an inadequate level.

Useful Lives of Tangible and Intangible Fixed Assets
Long-lived assets comprising primarily of property, fixtures and equipment represent a significant portion of total assets. The annual depreciation and amortisation charge depends primarily on the estimated lives of each type of asset and, in certain circumstances, estimates of residual values. The directors regularly review these useful lives and change them if necessary to reflect current conditions. In determining these useful lives management consider technological change, patterns of consumption, physical condition and expected economic utilisation of the assets. Changes in the useful lives can have a significant impact on the depreciation and amortisation charge for the financial year. The net book value of Tangible Fixed Assets subject to depreciation at the financial year end date was €802,904 (2017: €826,620).

3. Turnover

	2018 €	2017 €
Geographic analysis of turnover:		
Ireland	1,549,452	1,499,256
United Kingdom	-	-
Total	1,549,452	1,496,256
Classes of turnover:		
Gifts & Donations	132,253	192,353
Student Donations	286,313	237,808
Health Board Funding	326,930	311,930
Deposit Interest	18	49
Gifts in kind	1,798	3,140
Student donations – Phase 4	71,068	32,468
Day Care Scheme Funding	532,426	489,993
Fundraising	22,752	94,523
Corporate donations	175,894	133,992
Total	1,549,452	1,496,256

Funding from government sources represents 52.4% of all income received by Tiglin Challenge.

The Health Service Executive provided funds of €326,930 to be used for wages and running costs in the provision of residential care by Tiglin Challenge. The Department of Social Protection provided funds of €484,235 to be used for wages, materials and staff training in the provision of day care facilities by Tiglin Challenge.

4. Interest payable and similar charges

	2018 €	2017 €
On bank loans and overdrafts made to the company	1,006	1,653
On all other loans made to the company		
Finance lease interest in respect of finance leases and hire purchase contracts	-	-
	1,006	1,653

5. Surplus on ordinary activities before taxation

Surplus on ordinary activities before taxation is stated after charging/(crediting):

	2018	2017
	€	€
Depreciation and amounts written off fixed assets:		
Depreciation of tangible fixed assets owned	70,384	62,260
Operating lease rentals	-	-
Government grants amortised	-	-
Realised gain on foreign currency transactions	-	-

6. Directors' remuneration and transactions

6a. Directors' remuneration

Included in staff costs are the following in respect of directors of the company:

	2018	2017
	€	€
Salary	-	-
Other remuneration (touring, fees & expenses)	-	-
Employer's PRSI	-	-
Company contributions in respect of qualifying services to Pension Scheme Fund, a defined contribution retirement benefit scheme	-	-
Compensation for loss of office of director of the company, paid by the company	-	-
	-	-

The number of directors to whom retirement benefits are accruing under Pension Scheme Fund in respect of qualifying services is - (2017: -).

Other than as shown above any further required disclosures in sections 305 and 306 of the Companies Act 2014 are nil for both financial years.

6b. Transactions with directors and officers

Loans to directors

None of the directors had a loan from the company at the end of either the current or preceding financial period.

6c. Material interests of directors in contracts with the company.

The following information relates to transactions and balances between the company and companies in which Aubrey McCarthy is considered to have a controlling interest:
AMC supplied services to the value of €228 (2017 - €nil) of which €nil (2017 - €nil) was outstanding at the financial year end.

All transactions were made at arms-length and on this company's normal commercial terms, which include a requirement to settle debts within 30 days.

7. Staff costs

The average monthly number of persons employed by the company (including executive directors) during the financial year analysed by category, was as follows:

	2018 Number	2017 Number
Management	4	4
Administration	2	2
Service Provider	60	37
	66	43

Their aggregate remuneration comprised:

	2018 €	2017 €
Wages and salaries	982,678	907,733
Social insurance costs	73,458	60,982
Other retirement benefit costs (see note 8)	5,725	5,807
Other compensation costs – termination benefits	-	-
	1,061,861	974,522

No employee of the company received remuneration in excess of €60,000 during either the current or prior financial period. The gross salary of the CEO of Tiglin Challenge amounted to £48,552.

All the amounts stated above were treated as an expense of the company in the financial year. No amount was capitalised into assets.

8. Retirement benefit information

Retirement benefit costs

	2018	2017
	€	€
Retirement benefit charge	5,725	5,807

Defined contribution scheme

The company operates a defined contribution scheme, 'Pension Scheme Fund', for its employees. The scheme is externally financed in that the assets of the scheme are held separately from those of the company in an independently administered fund.

9. Tax

The company was granted charitable status (Charities Number: CHY11596) and therefore no corporation tax charge is applicable in relation to its charitable activities, which encompass all activities of the company.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

10. Tangible fixed assets
Current financial year

	Land & Buildings Freehold	Fixtures, Fittings & Equipment	Motor Vehicles	Total
	€	€	€	€
Cost or valuation:				
At 1 January 2018	1,424,929	361,212	63,225	1,849,366
Additions	-	7,374	39,669	47,043
Disposals	-	-	(16,750)	(16,750)
At 31 December 2018	**1,424,929**	**368,586**	**86,144**	**1,879,659**
Depreciation:				
At 1 January 2018	732,426	235,007	55,313	1,022,746
Charge for financial year	28,499	29,455	12,430	70,384
Disposals	-	-	(16,375)	(16,375)
At 31 December 2018	**760,925**	**264,462**	**51,368**	**1,076,755**
Net book value				
At 31 December 2018	**664,004**	**104,124**	**34,776**	**802,904**
At 1 January 2018	692,503	126,205	7,912	826,620

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

Prior financial year

	Land & Buildings Freehold	Fixtures, Fittings & Equipment	Motor Vehicles	Total
	€	€	€	€
Cost or valuation:				
At 1 January 2017	1,424,929	351,663	53,175	1,829,767
Additions	-	9,549	10,050	19,599
Disposals	-	-	-	-
At 31 December 2017	**1,424,929**	**361,212**	**63,225**	**1,849,366**
Depreciation:				
At 1 January 2017	703,927	204,413	52,146	960,486
Charge for financial year	28,499	30,594	3,167	62,260
Disposals	-	-	-	-
At 31 December 2017	**732,426**	**235,007**	**55,313**	**1,022,746**
Net book value				
At 31 December 2017	**692,503**	**126,205**	**7,912**	**826,620**
At 1 January 2017	721,002	147,250	1,029	869,281

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

11. Debtors

	2018 €	2017 €
Prepayments and sundry debtors	72,584	53,442

All debtors are due within one year. All trade debtors are due within the company's normal terms, which is thirty days. Trade debtors are shown net of impairment in respect of doubtful debts.

12. Creditors: amounts falling due within one year

	2018 €	2017 €
Bank loans and overdrafts (note 14)	55,788	58,857
Obligations under finance leases and hire purchase contracts (note 14)	-	-
Trade creditors	23,465	17,640
Other creditors including tax and social insurance:		
Tax and social insurance		
LPT	-	101
PAYE	6,411	6,532
USC	1,277	1,266
PRSI	8,467	6,883
Amount due to director and accrued director's emoluments		
Accruals	86,752	53,733
Deferred Income		
Other deferred income	15,326	19,506
Contributions to retirement benefit scheme (note 8)	-	-
	197,486	164,518

The repayment terms of trade creditors vary between on demand and ninety days. No interest is payable on trade creditors.

The terms of the accruals are based on the underlying contracts.

Other amounts included within creditors not covered by specific note disclosures are unsecured, interest free and repayable on demand.

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

	2018	2017
	€	€
Bank loans (note 14)	-	59,687
Obligations under finance leases and hire purchase contracts	-	-
	-	59,687

14. Details of Borrowings

Bank loans and overdrafts

	2018	2017
Current	€	€
Overdraft	-	-
Fixed Rate Loan Balance – Tiglin Centre	55,788	58,857
	55,788	58,857
Non-current		
Fixed Rate Loan Balance – Tiglin Centre	-	59,687
	-	59,687
Total	55,788	118,544

The Fixed Rate Loan Balance – Tiglin Centre is secured by a fixed charge on the freehold land and buildings, which are carried in the Balance Sheet at €664,004 (2017: €692,503) at the financial year end date. It carries a fixed interest rate of 1.5% (2017 – 1.5%). It is repayable by instalments over the next year.

Obligations under finance leases and hire purchase contracts

The company has no assets held under finance leases or hire purchase contracts.

14. Details of Borrowings (continued)

Current financial year

Maturity analysis	**Within one year**	**Between one & five years**	**After five years**	**Total**
	€	**€**	**€**	**€**
Indebtedness repayable other than by instalments:				
Bank overdraft	-	-	-	-
Indebtedness repayable by instalments:				
Bank loans	55,788	-	-	55,788
Finance Leases:				
Gross of finance charges	-	-	-	-
Finance charges and interest included in instalments	-	-	-	-
Net of finance charges	-	-	-	-
Total net indebtedness by instalments	55,788	-	-	55,788
Total	55,788	-	-	55,788

Prior financial year

Maturity analysis	**Within one year**	**Between one & five years**	**After five years**	**Total**
	€	**€**	**€**	**€**
Indebtedness repayable other than by instalments:				
Bank overdraft	-	-	-	-
Indebtedness repayable by instalments:				
Bank loans	58,857	59,687	-	118,544
Finance Leases:				
Gross of finance charges	-	-	-	-
Finance charges and interest included in instalments	-	-	-	-
Net of finance charges	-	-	-	-
Total net indebtedness by instalments	58,857	59,687	-	118,544
Total	58,857	59,687	-	118,544

15. Net cash flows from operating activities

	2018 €	2017 €
Surplus for the financial year	(1,750)	83,261
Adjustments for:		
Depreciation of tangible fixed assets	70,383	62,260
(Profit)/loss on disposal of tangible fixed assets	(225)	(3,400)
Interest payable	1,006	1,653
(Increase)/decrease in debtors	(19,141)	3,401
Increase/(decrease) in creditors	36,037	(21,269)
Net cash flows from operating activities	86,310	125,906

16. Components of cash and cash equivalents

	2018 €	2017 €
Cash at bank and in hand	480,091	503,986
Bank overdraft	-	-
	480,091	503,986

17. Designated Repair Reserve

As a certified Tier 1 Approved Housing Body the company has established a designated repair reserve to set aside a percentage of the annual rental income on a regular basis. The purpose of this reserve is ensure funding will be available to replace and repair major capital items as required. The transfer from the general reserve to the designated repair reserve in the current financial period of €18,000 represents approximately 30% of annual rental income.

18. Events after the end of the financial year

There have been no significant events affecting the company since the year end which requires disclosure.

19. Capital commitments

At the financial year end date the company had not entered into contracts for future capital expenditure.

20. Other financial commitments

At the financial year end date the company had not entered into contracts for future financial expenditure.

21. Contingent liability

The company has no contingent liabilities at either the end of the current or preceding financial periods.

22. Related party transactions and controlling party

Ultimate controlling party
The members of the company are considered by the directors to be the company's ultimate controlling party.

Key management personnel compensation
The directors' remuneration disclosed in note 6 represents the total compensation paid to key management personnel.

Other related party transactions
All other related party transactions are disclosed under Directors' remuneration and transactions, note 6.

23. Financial instruments

The analysis of the carrying amounts of the financial instruments of the company required under section 11 of FRS 102 is as follows:

	2018	2017
	€	€
Financial assets that are debt instruments measured at amortised cost		
Other debtors	72,584	53,442
Cash at bank and in hand	480,091	503,986
Financial liabilities measured at amortised cost		
Bank and other loans	55,788	118,544
Trade creditors	126,372	86,155

TIGLIN CHALLENGE

APPENDIX 1

	Notes	2018 Restricted €	2018 Unrestricted €	2018 Total €	2017 Total €
Income					
General Donations		28,251	104,002	132,253	192,353
Corporate Donations		-	175,894	175,894	133,992
Student Donations		-	286,313	286,313	237,808
Health Board Funding		276,930	50,000	326,930	311,930
CE Scheme Funding		532,426	-	532,426	489,993
Deposit Income		-	18	18	49
Gifts in kind		1,798	-	1,798	3,140
Fundraising		-	22,752	22,752	94,523
Student donations – Phase 4		-	71,068	71,068	32,468
		839,405	710,047	1,549,452	1,496,256
Expenses					
Wages & Salaries		676,009	312,394	988,403	913,540
Employers PRSI		13,908	59,550	73,458	60,982
Staff Training		1,440	3,867	5,307	7,502
Gifts and donations		-	3,686	3,686	15,871
Medical		-	5,252	5,252	6,032
Accommodation costs – Phase 4		7,200	-	7,200	20,600
Insurance		3,391	8,587	11,978	9,630
Light & Heat		6,636	73,234	79,870	46,830
Cleaning		-	13,923	13,923	10,459
Food and Catering		8,860	36,969	45,829	36,220
Workshop Materials		-	864	864	237
Printing, Postage & Stationery		2,492	7,199	9,691	10,679
Advertising		-	3,178	3,178	3,423
Telephone		4,200	7,192	11,392	11,771
Repairs & Maintenance		22,392	29,306	51,698	39,986
Legal and professional fees		11,735	21,526	33,261	28,569
Fund raising expenses		-	4,113	4,113	21,471
Motor and travelling expenses		10,555	43,578	54,133	41,090
Audit		750	4,750	5,500	5,500
Bank Charges		-	2,249	2,249	2,342
Sundry Expenses		-	16,989	16,989	6,856
Student Outings		924	6,044	6,968	11,071
Depreciation – Property		-	28,499	28,499	28,499
Depreciation – FF & Equipment		950	28,505	29,455	30,594
Depreciation – Vehicles		-	12,430	12,430	3,167
Bank Interest Paid		-	1,006	1,006	1,653
CE Scheme Expenditure		39,360	-	39,360	39,266
Outreach expenses		-	5,735	5,735	2,555
(Gain) / Loss on disposal of tangible assets		-	(225)	(225)	(3,400)
		810,802	740,400	1,551,202	1,412,995
Retained surplus		28,603	(30,353)	(1,750)	83,261