

Company Number: 454899

County Kilkenny Leader Partnership Company Limited by Guarantee
(A company limited by guarantee, without a share capital)

Directors' Report and Financial Statements

for the year ended 31 December 2018

County Kilkenny Leader Partnership Company Limited by Guarantee

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

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County Kilkenny Leader Partnership Company Limited by Guarantee

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DIRECTORS AND OTHER INFORMATION

Directors	Malcom Noonan Eamon Alyward Richard O'Brien Kevin Mahon Rory Williams Janet Beck Margaret Whelan Marion Acreman (Appointed 17 June 2018) Denis Drennan Martha Bolger John Burke Suzanne Campion Joan Fitzpatrick Patrick McAuley Gerard Mullally
Company Secretary	Declan Rice
Company Number	454899
Charity Number	18191
Registered Office and Business Address	8 Patrick's Court Patrick Street Kilkenny Ireland
Auditors	Carrigan O'Dwyer Limited Chartered Accountants and Registered Auditors Enterprise House Dublin Road Kilkenny
Bankers	Bank of Ireland Parliament St, Kilkenny.
Solicitors	Poe Kiely Hogan Lanigan 21 Patrick Street Kilkenny

County Kilkenny Leader Partnership Company Limited by Guarantee

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DIRECTORS' REPORT

for the year ended 31 December 2018

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

Principal Activity and Review of the Business

The principal activity of the company is the delivery of the government funded programmes to the community.

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

County Kilkenny Leader Partnership CLG (KLP) delivered successfully the first of the three years of its Social Inclusion Community Activation Programme (SICAP). It was delivered to the terms of its contract with Kilkenny Local Community Development Committee (LCDC) and is monitored on an operational basis by Pobal for the funding from the Department of Rural & Community Development (DRCD). KLP met or exceeded all its major goals and targets on SICAP and added significant value to the programme recipients by ensuring it was delivered in an integrated approach with other initiatives and programmes. Local Government Audit Service (LGAS) completed an audit on behalf of the LCDC on the first year of the programme. It was agreed by all parties as being a satisfactory "clean audit" process as far as KLP was concerned, with very few issues of note emerging.

KLP continued the delivery of the LEADER: Rural Development Programme and approximately 36% of the available project budget of €5.798 million was committed at end of 2018. This is in line with the profile for previous LEADER programme periods and therefore KLP is confident it will commit its entire budget before the end of the programme period. The Department of Rural and Community Development is again the reporting department for LEADER. Administration and running costs of the programme are also running broadly in line with planned spending; these costs are capped at 25% of the total budget. KLP continued to develop a significant number of LEADER Cooperation Projects with other LEADER 'local action groups' (LAGs) in both Ireland and abroad. KLP expects to convert some of these to full applications in 2019.

Initiatives such as the TUS (work placement programme) and the Rural Social Scheme (an income support scheme for small farm holders) continue to operate very effectively and to the benefit of both the participants on the initiatives and the communities that it serves with work services. The Department of Social Protection (DSP) is the funding department for both initiatives. A transfer of a TUS supervisor to the RSS allowed KLP to retain a sustainable ratio of participants to supervisors on the TUS programme. KLP now has a quota of 100 TUS participants and that is currently a manageable number. The RSS quota of 24 is more difficult to fill given Kilkenny's farming profile. The Company is in discussion with the DSP on relinquishing some of that number back to the national pool.

KLP reached agreement with Pobal and the Department of Children and Youth Affairs (DCYA) on a repayment of an inadvertent over-claim by Deenside Early Years (the former 'Ted's Den') owned and operated by KLP. This is a satisfactory resolution to a long-running issue. KLP made the first of 7 annual repayments during the year. The separation of Teds Den into a distinct company began in 2018 and will be completed with the transfer of staff by the end of the first quarter of 2019.

The Company continue to operate the Housing Aid programme (funded through the Community Services Programme [CSP]) and the New Start initiative (funded through the Department of Justice & Equality [DJE]) over the course of the year. Both are performing satisfactorily.

In late 2018, KLP was informed that Kilkenny was to have a full Volunteering Centre (VC). Since 2016 KLP had been operating a much more restricted 'Volunteering Service' funded at a marginal rate by Volunteer Ireland, so there was huge satisfaction at securing the VC. KLP was one of a group of 8 counties to be awarded the VC status by DRCD. However issues arose on the corporate relationship of the new VC to the LDCs who made the applications that secured their funding. This issue had not been resolved at year's end.

KLP partnered with the Tomar Trust in two separate applications to the DRCD's 'Rural Regeneration Fund' (RRF): towards the development of a Community Shop Network- and a community fibre broadband planning and installation submission. The Community Shop Network was approved to a value of €80,000 of which Tomar contributed €20,000 over an 18-month period. This will allow KLP to enact effectively its plan to develop the systems necessary to establish a Community Shop Network in Kilkenny that could act as the nucleus of a regional- and possibly eventually a national structure.

County Kilkenny Leader Partnership Company Limited by Guarantee

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DIRECTORS' REPORT

for the year ended 31 December 2018

Principal Risks and Uncertainties

The company is mainly financed by the Department of Community Environment and Local Government, the Department of Social Protection and Pobal. If funding ceased or was reduced significantly the future of the company would be uncertain. The Directors have undertaken a comprehensive assessment of the key risks facing the Company, and the main risk identified was the withdrawal of public funding. The directors note the ongoing challenge with funding being secured on an annual basis. The awarding to KLP of the SICAP (2018 - 2022) programme in 2017 has potentially removed some of the risk to the Company and the company continues to deliver on LEADER 2014 -2020 with funding committed until 2021/2022.

Financial Results

The deficit for the year amounted to €(1,715) (2017 - €(10,251)).

At the end of the year, the company has assets of €1,958,036 (2017 - €1,514,050) and liabilities of €1,909,385 (2017 - €1,463,684). The net assets of the company have decreased by €(1,715).

Directors and Secretary

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

Malcom Noonan
Eamon Alyward
Richard O'Brien
Kevin Mahon
Rory Williams
Janet Beck
Margaret Whelan
Marion Acreman (Appointed 17 June 2018)
Denis Drennan
Martha Bolger
John Burke
Suzanne Campion
Joan Fitzpatrick
Patrick McAuley
Gerard Mullally

The secretary who served throughout the year was Declan Rice.

Future Developments

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

Post Statement of Financial Position Events

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

Auditors

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

Statement on Relevant Audit Information

So far as the directors are aware, there is no relevant audit information of which the statutory auditors are unaware. The directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and they have established that the statutory auditors are aware of that information.

County Kilkenny Leader Partnership Company Limited by Guarantee

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DIRECTORS' REPORT

for the year ended 31 December 2018

Accounting Records

To ensure that adequate accounting records are kept in accordance with sections 281 to 285 of the Companies Act 2014, the directors have employed appropriately qualified accounting personnel and have maintained appropriate computerised accounting systems. The accounting records are located at the company's office at 8 Patrick's Court, Patrick Street, Kilkenny.

Signed on behalf of the board



Denis Drennan

Director



Kevin Mahon

Director

15 May 2019

County Kilkenny Leader Partnership Company Limited by Guarantee

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

DIRECTORS' RESPONSIBILITIES STATEMENT

for the 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 the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council. Under company law, the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the company as at the financial year end date and of the surplus or deficit of the company for the financial year and otherwise comply with the Companies Act 2014.

In preparing these financial statements, the directors are required to:

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

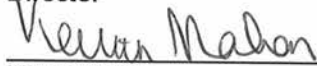
The directors are responsible for ensuring that the company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the company, enable at any time the assets, liabilities, financial position and surplus or deficit of the company to be determined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

Signed on behalf of the board



Denis Drennan

Director



Kevin Mahon

Director

15 May 2019

INDEPENDENT AUDITOR'S REPORT

to the Members of County Kilkenny Leader Partnership Company Limited by Guarantee

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

Report on the audit of the financial statements

Opinion

We have audited the financial statements of County Kilkenny Leader Partnership Company Limited by Guarantee ('the company') for the year ended 31 December 2018 which comprise the Income Statement, the Statement of Financial Position, the Statement of Changes in Equity, the Statement of Cash Flows and the related notes to the financial statements, including a summary of significant accounting policies set out in note 2. The financial reporting framework that has been applied in their preparation is Irish Law and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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;
- have been properly prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014.

Basis for opinion

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

Other Information

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

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 or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2014

Based solely on the work undertaken in the course of the audit, we report that:

- in our opinion, the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- in our opinion, the Directors' Report has been prepared in accordance with 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.

Matters on which we are required to report by exception

Based on the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Directors' Report. The Companies Act 2014 requires us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions required by sections 305 to 312 of the Act are not made. We have nothing to report in this regard.

INDEPENDENT AUDITOR'S REPORT

to the Members of County Kilkenny Leader Partnership Company Limited by Guarantee

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

Respective responsibilities

Responsibilities of directors for the financial statements

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

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

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is contained in the appendix to this report, located at page 10, which is to be read as an integral part of our report.

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

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



Donal O'Dwyer

for and on behalf of

CARRIGAN O'DWYER LIMITED

Chartered Accountants and Registered Auditors

Enterprise House

Dublin Road

Kilkenny

15 May 2019

County Kilkenny Leader Partnership Company Limited by Guarantee

APPENDIX TO THE INDEPENDENT AUDITOR'S REPORT

Further information regarding the scope of our responsibilities as auditor

As part of an audit in accordance with ISAs (Ireland), we exercise professional judgement and maintain professional scepticism throughout the audit. We 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 our 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the 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 fair presentation.

We 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 we identify during our audit.

County Kilkenny Leader Partnership Company Limited by Guarantee

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INCOME STATEMENT

for the year ended 31 December 2018

	Notes	2018 €	2017 €
Income	4	2,552,307	2,038,095
Expenditure		(2,554,022)	(2,048,346)
Deficit for the year		(1,715)	(10,251)
Total comprehensive income		(1,715)	(10,251)

Approved by the board on 15 May 2019 and signed on its behalf by:



Denis Drennan
Director



Kevin Mahon
Director

County Kilkenny Leader Partnership Company Limited by Guarantee

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STATEMENT OF FINANCIAL POSITION

as at 31 December 2018

	Notes	2018 €	2017 €
Non-Current Assets			
Property, plant and equipment	6	32,333	44,718
Current Assets			
Debtors	7	1,422,620	923,873
Cash and cash equivalents		503,083	545,459
		1,925,703	1,469,332
Creditors: Amounts falling due within one year	8	(1,888,179)	(1,430,093)
Net Current Assets		37,524	39,239
Total Assets less Current Liabilities		69,857	83,957
Capital Income	11	(21,206)	(33,591)
Net Assets		48,651	50,366
Member Funds			
Reserves		61,247	61,247
Income statement		(12,596)	(10,881)
Members' Funds		48,651	50,366

Approved by the board on 15 May 2019 and signed on its behalf by:



Denis Drennan
Director



Kevin Mahon
Director

County Kilkenny Leader Partnership Company Limited by Guarantee

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

STATEMENT OF CHANGES IN FUNDS

as at 31 December 2018

	Retained deficit	Reserves	Total
	€	€	€
At 1 January 2017	(630)	61,247	60,617
Deficit for the year	(10,251)	-	(10,251)
At 31 December 2017	(10,881)	61,247	50,366
Deficit for the year	(1,715)	-	(1,715)
At 31 December 2018	(12,596)	61,247	48,651

County Kilkenny Leader Partnership Company Limited by Guarantee

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STATEMENT OF CASH FLOWS

for the year ended 31 December 2018

	Notes	2018 €	2017 €
Cash flows from operating activities			
Deficit for the year		(1,715)	(10,251)
		<u>(1,715)</u>	<u>(10,251)</u>
Movements in working capital:			
Movement in debtors		(498,747)	(839,690)
Movement in creditors		458,380	1,010,193
		<u>(42,082)</u>	<u>160,252</u>
Cash (used in)/generated from operations			
		<u>(42,082)</u>	<u>160,252</u>
Cash flows from investing activities			
Payments to acquire property, plant and equipment		-	(18,475)
		<u>-</u>	<u>(18,475)</u>
Net (decrease)/increase in cash and cash equivalents		(42,082)	141,777
Cash and cash equivalents at beginning of financial year		542,500	400,723
		<u>542,500</u>	<u>400,723</u>
Cash and cash equivalents at end of financial year	17	500,418	542,500
		<u>500,418</u>	<u>542,500</u>

County Kilkenny Leader Partnership Company Limited by Guarantee

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

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2018

1. GENERAL INFORMATION

County Kilkenny Leader Partnership Company Limited by Guarantee is a company limited by guarantee incorporated in the Republic of Ireland. 8 Patrick's Court, Patrick Street, Kilkenny, Ireland is the registered office, which is also the principal place of business of the company. The nature of the company's operations and its principal activities are set out in the Directors' Report. The financial statements have been presented in Euro (€) which is also the functional currency of the company.

2. ACCOUNTING POLICIES

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

Statement of compliance

The financial statements of the company for the year ended 31 December 2018 have been prepared on the going concern basis and in accordance with generally accepted accounting principles in Ireland and Irish statute comprising the Companies Act 2014 and in accordance with the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland (FRS 102) issued by the Financial Reporting Council

Basis of preparation

The financial statements have been prepared on the going concern basis and in accordance with the historical cost convention except for certain properties and financial instruments that are measured at revalued amounts or fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The financial reporting framework that has been applied in their preparation is the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council.

Income

All income is recognised in the income and expenditure account when the charity has entitlement to the funds and any performance conditions attached to the items of income have been met, and that it is probable that the income will be received and the amount can be measured reliably.

Revenue Recognition

All incoming resources are included in the financial statements when the company is entitled to the income and the amount can be quantified. Voluntary income, self-generated income from projects and childcare fees are included in full in the financial statements when received. Any grant income received which relates to future period is deferred until the company is entitled to the funding. Any income received where expenditure has not been incurred is deferred and matched against expenditure when the expenditure is incurred.

Going Concern

The company is economically dependent on the Irish Government and the EU for funding. This economic dependency is underpinned through funding received primarily from POBAL, the Department of Environment, Community and Local Government, and the Department of Social Protection. Funding has been confirmed for some programmes for the coming year and accordingly the financial statements have been prepared on a going concern basis.

Grants Received and Expensed

Revenue/Administration Grants

Revenue grants are credited to the income and expenditure account in the period in which they relate. These include Rural Development Programme 2014-2020, SICAP, Administration of Rural Social Scheme and TUS. The administration of Housing Aid through Pobal Community Services Programme and Childcare Care through Pobal Community Childcare Subvention, Community Employment Childcare (Pre-school), Community Employment Childcare (After-school), Childcare Education & Training Support, and Early Childhood Care and Education. The administration of Newstart through the Department of Justice.

Promoters Grants

Grants received from programmes for the purposes of specific projects are paid out to promoters on complying with project guidelines.

County Kilkenny Leader Partnership Company Limited by Guarantee

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

NOTES TO THE FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

Property, plant and equipment and depreciation

Property, plant and equipment are stated at cost or at valuation, less accumulated depreciation. The charge to depreciation is calculated to write off the original cost or valuation of property, plant and equipment, less their estimated residual value, over their expected useful lives as follows:

Plant and machinery	-	15% Straight line
Fixtures, fittings and equipment	-	15% Straight line
Motor vehicles	-	20% Straight line
Office equipment	-	15% Straight line

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

Trade and other debtors

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

Borrowing costs

Borrowing costs relating to the acquisition of assets are capitalised at the appropriate rate by adding them to the cost of assets being acquired. Investment income earned on the temporary investment of specific borrowings pending their expenditure on the assets is deducted from the borrowing costs eligible for capitalisation. All other borrowing costs are recognised in the income and expenditure in the period in which they are incurred.

Trade and other creditors

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

Employee benefits

The company facilitates access to a defined contribution pension scheme for all staff. The assets of the scheme are held separately from those of the company in an independently administered fund.

Taxation

The company is a registered charity and is exempt from corporation tax on its surpluses and chargeable gains.

Capital Income

Capital grants received and receivable are treated as deferred income and amortised to the Income Statement annually over the useful economic life of the asset to which it relates. Revenue grants are credited to the Income Statement when received.

Foreign currencies

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

3. DEPARTURE FROM COMPANIES ACT 2014 PRESENTATION

The directors have elected to present an Income and Expenditure Account instead of a Profit and Loss Account in these financial statements as this company is a not-for-profit entity.

County Kilkenny Leader Partnership Company Limited by Guarantee

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

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2018

continued

4. INCOME

The income for the year has been derived from:-

	2018 €	2017 €
Pobal Funding	223,916	225,405
Department of Rural and Community Development	1,020,343	696,033
Department of Employment Affairs and Social Protection	147,203	160,361
Childcare Fees	55,007	63,201
Other Income	239,831	163,863
Health Service Executive	89,526	58,015
Kilkenny County Council	687,239	635,915
Department of Justice	74,501	30,354
Sustainable Energy Authority of Ireland	14,741	4,948
	<u>2,552,307</u>	<u>2,038,095</u>

Income for the year has been derived from the principal activity of delivering government funded programmes to the community

The whole of the company's income is attributable to its market in the Republic of Ireland and is derived from the principal activity of delivering government funded programmes

5. EMPLOYEES AND REMUNERATION

Number of employees

The average number of persons employed (including executive directors) during the year was as follows:

	2018 Number	2017 Number
Administration/Development	42	40

The staff costs comprise:

	2018 €	2017 €
Wages and salaries	1,084,381	1,056,658
Social welfare costs	117,795	111,029
Pension costs	50,667	46,486
	<u>1,252,843</u>	<u>1,214,173</u>

During the year, no directors received any remuneration (2017 - €nil).

The number of higher paid employees was:

In the band €60,001 - €70,000	1	(2017: 1)
In the band €70,001 - €80,000	0	(2017: 0)
In the band €80,001 - €90,000	1	(2017: 1)

These bands include basic pay and excludes employer pension and PRSI contributions.

County Kilkenny Leader Partnership Company Limited by Guarantee

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

NOTES TO THE FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

6. PROPERTY, PLANT AND EQUIPMENT

	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	Office equipment	Total
	€	€	€	€	€
Cost					
At 31 December 2018	12,894	46,349	12,393	102,502	174,138
Depreciation					
At 1 January 2018	12,893	22,202	8,743	85,582	129,420
Charge for the year	1	5,920	1,845	4,619	12,385
At 31 December 2018	12,894	28,122	10,588	90,201	141,805
Net book value					
At 31 December 2018	-	18,227	1,805	12,301	32,333
At 31 December 2017	1	24,147	3,650	16,920	44,718

There were no assets held under finance leases included in tangible fixed assets.

6.1. PROPERTY, PLANT AND EQUIPMENT PRIOR YEAR

	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	Office equipment	Total
	€	€	€	€	€
Cost					
At 1 January 2017	12,894	21,982	12,393	96,636	143,905
Additions	-	24,367	-	5,866	30,233
At 31 December 2017	12,894	46,349	12,393	102,502	174,138
Depreciation					
At 1 January 2017	11,604	18,046	6,898	77,808	114,356
Charge for the year	1,289	4,156	1,845	7,774	15,064
At 31 December 2017	12,893	22,202	8,743	85,582	129,420
Net book value					
At 31 December 2017	1	24,147	3,650	16,920	44,718
At 31 December 2016	1,290	3,936	5,495	18,828	29,549

7. DEBTORS

	2018 €	2017 €
Trade debtors	1,383,937	856,428
Other debtors	19,650	26,489
Prepayments and accrued income	19,033	40,956
	1,422,620	923,873

All debtors fall due within one year.

Trade Debtors relate to RDP (2014 - 2020) projects that have been committed to.

County Kilkenny Leader Partnership Company Limited by Guarantee

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

NOTES TO THE FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

8. CREDITORS	2018	2017
Amounts falling due within one year	€	€
Bank overdrafts	2,665	2,959
Trade creditors	1,383,873	856,345
Taxation (Note 9)	24,196	24,079
Other creditors	433,317	491,107
Accruals	44,128	55,603
	<u>1,888,179</u>	<u>1,430,093</u>

The bank holds a guarantee of €65,000

Included in other creditors is Deferred Revenue Income/Undistributed Grants €414,747 (2017: €472,671). This is comprised of grants/funding for which related expenditure has not yet being incurred at the balance sheet date.

Included in accruals is an amount €31,213 (2017: €36,413) due to be repaid to Pobal from the Childcare program.

Trade Creditors relate to RDP (2014 - 2020) projects and the associated costs that have been committed to.

Taxes are subject to the terms of the relevant legislation. The terms of accruals vary with the related contracts.

9. TAXATION	2018	2017
	€	€
Creditors: PAYE	<u>24,196</u>	<u>24,079</u>

The company is recognised as a charity for tax purposes under Section 333 of the Income Tax Act 1967, and section 11(6) of the Corporation Tax Act 1976, and accordingly is exempt from corporation tax on its surpluses and chargeable gains. The Company's charitable status number is CHY 18191.

The company is a registered employer and all returns have been filed and paid to date. As of date of signing of the financial statements, the company holds a valid tax clearance certificate.

10. PENSION COSTS - DEFINED CONTRIBUTION

The company facilitate access to a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Pension costs (employee and employer contributions) amounted to €50,667 (2017 - €46,486).

11. CAPITAL INCOME DEFERRED	2018	2017
	€	€
Amortisation		
At 1 January 2018	33,591	10,772
Written off	<u>(12,385)</u>	<u>22,819</u>
At 31 December 2018	<u>21,206</u>	<u>33,591</u>

Income is matched to capital expenditure and deferred in line with fixed assets additions and amortised annually in line with depreciation.

County Kilkenny Leader Partnership Company Limited by Guarantee

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

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2018

continued

12. State Funding

Agency	Pobal
Government Department	Department of Social Protection
Grant Programme	Community Services Programme (CSP)
Purpose of the Grant	Pay and general administration
Term	12 Months
Fund	Grant deferred at 31 December 2017 - €0 Grant Received in 2018 - €70,537 Housing Aid self generated fees - €47,143
	No amounts deferred or due at the period end.
Expenditure	€128,063
Fund deferred or due at year end	Nil
Income recognised in the year	€117,680
Capital Grant	No
Restriction on use	Support for staff wages and operating costs
Agency	Pobal
Government Department	Department of Children
Grant Programme	Early Years
Purpose of the Grant	Pay and general administration
Term	12 Months
Fund	Grant deferred at 31 December 2017 - €984 Grant Received in 2018 AIM Level 7 - €5,070 Early Childhood Care and Education - €17,090
	No amounts deferred or due at the period end.
	Amounts due at 31 December 2018 - €1,755 (to be drawn down by Deenside Early Years CLG in 2019)
Expenditure	€23,144
Fund deferred or due at year end	Nil
Income recognised in the year	€23,144
Capital Grant	No
Restriction on use	Support for staff wages and operating costs

County Kilkenny Leader Partnership Company Limited by Guarantee

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NOTES TO THE FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

Agency	Pobal
Government Department	Department of Children
Grant Programme	Community Childcare Subvention
Purpose of the Grant	Pay and general administration
Term	12 Months
Fund	Grant Amount deferred at 31 December 2017 - € 9,118 Grant taken to income in the period - €113,716 Childcare Self Generated Fees - € 55,007
	No amounts deferred or due at the period end.
Expenditure	€166,090
Fund deferred or due at year end	Nil
Received in the year	€177,841
Capital Grant	No
Restriction on use	Support for staff wages and operating costs
Agency	Pobal
Government Department	Department of Social Protection
Grant Programme	TEC Community Employment Childcare
Purpose of the Grant	Pay and general administration
Term	12 Months
Fund	Grant Amount deferred at 31 December 2017 - € 2,573 Grant Received in 2018 - € 4,918
	No amounts deferred or due at the period end.
Expenditure	€7,491
Fund deferred or due at year end	Nil
Income recognised in the year	€7,491
Capital Grant	No
Restriction on use	No

County Kilkenny Leader Partnership Company Limited by Guarantee

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

NOTES TO THE FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

Agency	Pobal
Government Department	Department of Children
Grant Programme	Early Years Capital 2017
Purpose of the Grant	Capital Expenditure on Service.
Term	Expires 31st December 2017
Fund	Two grants received in 2017. 1. Childcare Capital Grant The total capital grant amount was €13,064. 90% was received in 2017. Balance received in 2018. Funding received through Pobal. 2. Better Energy Childcare Grant. €9,975 was the capital expenditure in 2017. Balance of €4,987.52 received in 2018 against expenditure in 2017. Funding received through SEAI. Received in 2018 Early Years Childcare Capital Grant - €1,306.50 Better Energy Childcare Grant - €4,987.52 Grant Deferred to be amortised annually at 31 December 2018 - €6,294 Amortised in 2018 - €944 The capital grant is deferred in full to be amortised annually in line with depreciation. The total balance deferred at 31 December 2018 after amortisation for 2018 is €18,821
Expenditure	Nil
Capital Grant Income deferred at year end	€18,821
Amortised in the year	€944
Capital Grant	Yes
Restriction on use	Childcare Day Services Facility

County Kilkenny Leader Partnership Company Limited by Guarantee

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NOTES TO THE FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

Agency	Newstart
Government Department	Department of Justice and Equality
Grant Programme	Newstart Programme
Purpose of the Grant	Service provision and administration costs
Term	48 Months
Fund	Grant deferred at 31 December 2017 - €75,490 Grant Received in 2018 - €107,205 Grant Deferred at 31 December 2018 - €108,193
Expenditure	€74,502
Fund deferred or due at year end	108,193
Income recognised in the year	€74,502
Capital Grant	No
Restriction on use	Support for staff wages, administration and operating costs
Agency	Rural and Community Development
Government Department	Department of Rural and Community Development
Grant Programme	Rural Development Programme 2014 - 2020, National Walks Schem/Trails
Purpose of the Grant	Pay and general administration and service/programme operating costs
Term	6 years
Fund	Rural Development Programme 2014 - 2020 Grant deferred at 31 December 2017 - €121,144 Grant Received in 2018 - €924,968 Grant Deferred at 31 December 2018 - €115,000
	National Walks Scheme/Trails 2018 Grant deferred at 31 December 2017 - €14,738 Grant Received in 2018 - €93,917 Grant Deferred at 31 December 2018 - €13,270
Expenditure	€1,026,497
Fund deferred or due at year end	€128,270
Income recognised in the year	€1,026,497
Capital Grant	No
Restriction on use	Support for staff wages and operating costs

County Kilkenny Leader Partnership Company Limited by Guarantee

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

NOTES TO THE FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

Agency	Health Service Executive
Government Department	Department of Health
Grant Programme	Primary Health Care
Purpose of the Grant	Pay and general administration and service provision
Term	12 Months
Fund	Deferred funds at 31 December 2017 - €68,711 Grant Received in 2018 - €76,302 Grant amount deferred at 31 December 2018 - €55,972
Expenditure	€90,198
Fund deferred or due at year end	Nil
Income Recognised in the year	€89,041
Capital Grant	No
Restriction on use	Support for staff wages and operating costs
Agency	Rural Social Scheme, TUS
Government Department	Department of Employment Affairs and Social Protection
Grant Programme	TUS / Rural Social Scheme Unit
Purpose of the Grant	Service Provision and General administration
Term	12 Months
Fund	TUS Grant for 2018 - €114,768 RSS Grant for 2018 - €24,000
Expenditure	€140,643
Fund deferred or due at year end	Nil
Income recognised in the year	€138,768
Capital Grant	No
Restriction on use	€138,768

County Kilkenny Leader Partnership Company Limited by Guarantee

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

NOTES TO THE FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

Agency	Pobal
Government Department	Kilkenny County Council
Grant Programme	Social Inclusion and Community Activation Programme (SICAP), and Trails
Purpose of the Grant	Pay and general administration and service/programme operating costs
Term	12 Months
Fund	SICAP Grant deferred at 31 December 2017 - Nil Grant Received in 2018 - €634,934 Grant Deferred at 31 December 2018 - Nil Due at 31 December 2018 (VAT on claim for 2018) 5,186
	Trails Grant deferred at 31 December 2017 - €11,941 Grant Received in 2018 - €10,000 Grant Deferred at 31 December 2018 - €11,951
	Other Grant deferred at 31 December 2017 - €27,719 Grant Received in 2018 - €9,500 Grant Deferred at 31 December 2018 - €100
Expenditure	€650,110
Fund deferred or due at year end	€12,051
Income Recognised in the year	€687,229
Capital Grant	No
Restriction on use	Support for staff wages and operating costs

13. STATUS

The company is a company limited by guarantee and does not have a share capital. The liability of each member is limited to €1.

14. CAPITAL COMMITMENTS

The company had no material capital commitments at the year-ended 31 December 2018.

15. CONTINGENT LIABILITIES

The company is funded mainly by grants received from the Department of the Environment, Community and Local Government, Department of Social Protection, POBAL and Kilkenny County Council. These grants may be repayable in whole or part if certain conditions set out in the grant criteria and heads of agreement are not adhered to.

16. EVENTS AFTER END OF REPORTING PERIOD

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

County Kilkenny Leader Partnership Company Limited by Guarantee

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

NOTES TO THE FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

17. CASH AND CASH EQUIVALENTS	2018 €	2017 €
Cash and bank balances	503,083	545,459
Bank overdrafts	(2,665)	(2,959)
	<u>500,418</u>	<u>542,500</u>

18. GOING CONCERN

The company is mainly financed by the Department of Community Environment and Local Government (DECLG), the Department of Social Protection (DSP). Funding is received mainly through the following government agencies Pobal, Kilkenny County Council and the Health Service Executive. It earns some income from private sector sources and other less regular public funding initiatives. Generally the administration of the programmes provided by the company must be applied for on a tender or contract basis and is subject to certain conditions being adhered to.

If some of the major public sector applications were unsuccessful and funding ceased or was reduced significantly, the financial future of the company would be uncertain. The 2019 budgets have been confirmed for the following programmes - SICAP, Newstart, Primary Health Care.

The company was awarded the delivery of the SICAP (2018-2022) programme in 2017. The budget for the programme delivery has also increased by €24,313 per year. The company continues to deliver the RDP (2014-2020) programme which it was awarded in 2016. The funding received through these programmes are of vital importance to the financial performance of KLP.

KLP continues to deliver Housing Aid, which is funded by Pobal and through self-generated income in the form housing aid fees that are necessary to cover costs. The childcare programme will from the 1st January 2019 cease to be delivered by KLP.

The company has received minimal income of a discretionary nature since its incorporation and consequentially the ongoing scale of operations is dependent on existing contracts being renewed at similar funding levels.

The financial statements do not include the adjustments that would result if the company was unable to continue as a going concern.

19. CONTINGENT ASSETS

The company continued to engage its solicitors in 2018 in relation to establishing who has legal ownership of the building from which the childcare facility Teds Den operates. At the financial year end the building is not an asset of the company but it is expected that legal ownership will be established in the near future and title will be transferred to the County Kilkenny Leader Partnership Company Limited.

20. KEY MANAGEMENT

Key management includes the Board of Directors, all members of the company management and the company secretary. The compensation paid or payable to key management for employee services is as follows:

	2018 €	2017 €
Salaries	193,228	193,918
Employer Pension	9,671	9,696
	<u>202,899</u>	<u>203,614</u>

21. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the board of directors on 15 May 2019.

COUNTY KILKENNY LEADER PARTNERSHIP COMPANY LIMITED BY GUARANTEE
(A company limited by guarantee, without a share capital)

SUPPLEMENTARY INFORMATION

RELATING TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

NOT COVERED BY THE REPORT OF THE AUDITORS

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

County Kilkenny Leader Partnership Company Limited by Guarantee

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

SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS

DETAILED INCOME AND EXPENDITURE ACCOUNT

for the year ended 31 December 2018

	2018 €	2017 €
Income		
Pobal	223,916	225,405
Environment, Community & Local Government	1,020,343	696,033
Department of Social Protection	147,203	160,361
Childcare Fees	55,007	63,201
Other Income	239,831	163,863
HSE	89,526	58,015
Kilkenny County Council	687,239	635,915
Department of Justice	74,501	30,354
SEC	14,741	4,948
	<u>2,552,307</u>	<u>2,038,095</u>
Expenditure		
Programme Costs	945,249	499,540
Wages and salaries	1,084,381	1,056,658
Social welfare costs	117,795	111,029
Staff Pension Costs	50,667	46,486
Training, Seminars and Meeting Expenses	11,972	5,545
Rent	80,128	76,531
Travel and Board Expenses	7,261	8,830
Insurance	31,788	32,198
Light and Heat	7,607	8,273
Repairs and Maintenance	5,604	5,400
Printing Postage Stationery & Office Costs	67,912	67,220
Advertising	4,947	2,417
Telephone	24,548	22,661
Motor Running Costs	8,943	10,053
Travelling Expenses	79,449	74,162
Legal and Professional Costs	13,860	4,643
Bank Charges	1,743	1,791
General Expenses	722	4,496
Auditor's remuneration	9,446	10,413
	<u>2,554,022</u>	<u>2,048,346</u>
Net deficit	<u>(1,715)</u>	<u>(10,251)</u>