

Company Number: 388562

**Claremorris Community Radio Company Limited by Guarantee**

**Annual Report and Financial Statements**

**for the financial year ended 31 December 2020**

**Claremorris Community Radio Company Limited by Guarantee**  
**CONTENTS**

	<b>Page</b>
Directors and Other Information	3
Directors' Report	4 - 5
Directors' Responsibilities Statement	6
Independent Auditor's Report	7 - 8
Appendix to the Independent Auditor's Report	9
Income and Expenditure Account	10
Balance Sheet	11
Reconciliation of Members' Funds	12
Information on Pobal Grants Contribution	13
Notes to the Financial Statements	14 - 21

## **Claremorris Community Radio Company Limited by Guarantee DIRECTORS AND OTHER INFORMATION**

<b>Directors</b>	Micheal McLoughlin Dolores Keaveney Peter Mc Callig Pat Keane Anne Wilton Jones Anthony Mc Nicholas John Farragher Dorothy Campbell (Appointed 10 March 2021)
<b>Company Secretary</b>	Marcella Kreiser (Appointed 13 January 2020) Anne Mc Loughlin (Resigned 13 January 2020)
<b>Company Number</b>	388562
<b>Charity Number</b>	20166311
<b>Registered Office and Business Address</b>	Chapel Court Chapel Lane Claremorris Co. Mayo Republic of Ireland
<b>Auditors</b>	Aisling Roche McLoughlin Chartered Accountants and Statutory Audit Firm Ballindine Road Claremorris Co. Mayo Republic of Ireland
<b>Bankers</b>	Ulster Bank Main Street Claremorris Co. Mayo Republic of Ireland  St. Colmans Credit Union The Square Claremorris Co. Mayo Republic of Ireland
<b>Members</b>	Micheal McLoughlin (Treasurer) Marcella Kreiser (Secretary) Pat Keane (Chairperson)

# Claremorris Community Radio Company Limited by Guarantee

## DIRECTORS' REPORT

for the financial year ended 31 December 2020

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

### Principal Activity and Review of the Business

The principal activity of the company is the operation of the local community radio station in Claremorris, Co. Mayo.

We aim to reflect the diversity of cultures and the range of abilities of our catchment area. We promote community development and invite all individuals and community organisations to participate in our programming as well as offering training and media skills development. Volunteers and employees are the presenters, researchers and producers of our programmes which aim to stimulate, inform, educate and entertain our listenership. We promote and respect programming of all types and genres and particularly welcome Irish language content. There is an onus of everyone involved with Claremorris Community Radio to behave in a spirit of mutual respect. We define our community as those who live, have lived or have any tangible connection to the Claremorris area.

Claremorris Community Radio Company Limited by Guarantee is a company registered in Ireland, (Registration Number 388562). The Company is limited by guarantee not having a share capital. The objects of the company are charitable in nature and the company is registered with the Charities Regulatory Authority, RCN 20166311.

There has been no significant change in these activities during the financial year ended 31 December 2020. There are no future developments envisaged which would materially affect the nature and level of the company's activities.

### Financial Results

The surplus for the financial year after providing for depreciation amounted to €17,351 (2019 - €17,359).

At the end of the financial year, the company has assets of €75,135 (2019 - €80,438) and liabilities of €56,601 (2019 - €79,255). The net assets of the company have increased by €17,351.

### Directors and Secretary

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

Micheal McLoughlin  
Dolores Keaveney  
Peter Mc Callig  
Pat Keane  
Anne Wilton Jones  
Anthony Mc Nicholas  
John Farragher  
Dorothy Campbell (Appointed 10 March 2021)

The secretaries who served during the financial year were:

Marcella Kreiser (Appointed 13 January 2020)  
Anne Mc Loughlin (Resigned 13 January 2020)

In accordance with the Articles of Association, the directors retire by rotation and, being eligible, offer themselves for re-election.

### Future Developments

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

The directors are not expecting to make any significant changes in the nature of the business in the near future. At the time of approving the financial statements, the company is exposed to the effects of the Covid-19 pandemic which has had a negative effect on its fundraising activities since the year end and has resulted in a lower than expected level of fundraising activity since the year end. In planning its future activities, the directors will seek to develop the company's activities whilst managing the effects of the difficult operating period caused by this outbreak

# Claremorris Community Radio Company Limited by Guarantee DIRECTORS' REPORT

for the financial year ended 31 December 2020

## Post Balance Sheet Events

In the first half of 2020, the Covid-19 virus spread worldwide. In common with many other countries, the Irish government issued guidance and restrictions on the movement of people designed to slow the spread of this virus. In early March 2020, many businesses closed voluntarily and throughout the month more restrictions were placed on people and businesses. On 28th March, all "non-essential" businesses were ordered to close temporarily. The company reacted to these conditions by adjusting its operating facilities. Whilst this has resulted in the company remaining operational during the period, there has been a reduction in activity levels as a result of Covid-19. The directors are confident that the company will be fully operational once the period of restriction is lifted.

## Auditors

The auditors, Aisling Roche McLoughlin, (Chartered Accountants) have indicated their willingness to continue in office in accordance with the provisions of section 383(2) of the Companies Act 2014.

## Structure Governance and Management

The company has been granted charity status and the report and results are presented in a form that complies with the Companies Act 2014 and the Governance Code. Since 24th August, 2017 Claremorris Community CLG is fully compliant with the governance code for community, voluntary and charitable organisations in Ireland which was adopted in September 2014.

## Staffing

Claremorris Community Radio resources and delivers all its projects with a small but committed and talented core of staff and consists of Station manager F/T, Accounts & Governance Coordinator F/T, Income Development Office P/T, Training and Technical support coordinator P/T, Production Executive P/T, CE Scheme and Administrator P/T, Tus Scheme

With this in mind the organisation has developed a realistic 3 year strategy (2017-2020) to sustain and maximise the company's competencies and resources and presents a feasible plan for the delivery of Claremorris Community Radio's vision and mission.

## Principal Risks & Uncertainties

In common with all companies in Ireland in this sector, the company faces increasing energy and other costs. The directors are of the opinion that the company is well positioned to manage these costs.

The company is dependent upon funding from the state in order to provide their services. The directors are confident that funding will be available for the foreseeable future.

Claremorris Community Radio does not expect its operations to decline in the future.

The main financial risks to Claremorris Community Radio emanate from possible changes in BAI funding and other major public

funding. Any major decrease in corporate sponsorship and private philanthropic donations also have a negative financial risk to

the organisation. Claremorris Community Radio's fundraising strategy is aligned with Claremorris Community Radio's overall

organisation strategy. Health and safety and child protection risks are all managed through relevant policies and reviews.

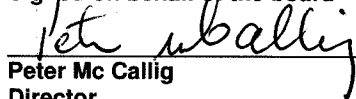
## Statement on Relevant Audit Information

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

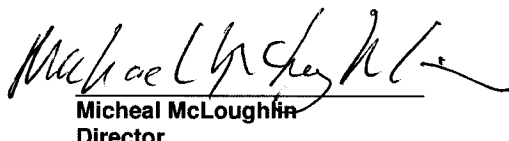
## Accounting Records

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

Signed on behalf of the board

  
Peter Mc Callig  
Director

18 October 2021

  
Micheal McLoughlin  
Director

18 October 2021

# Claremorris Community Radio Company Limited by Guarantee DIRECTORS' RESPONSIBILITIES STATEMENT

for the financial year ended 31 December 2020

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable Irish law and regulations.

Irish company law requires the directors to prepare financial statements for each financial year. Under the law the directors have elected to prepare the financial statements in accordance with the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", applying Section 1A of that Standard, issued by the Financial Reporting Council. Under company law, the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the company as at the financial year end date and of the surplus or deficit of the company for the financial year and otherwise comply with the Companies Act 2014.

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

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

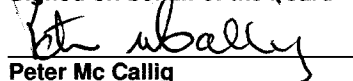
The directors are responsible for ensuring that the company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the company, enable at any time the assets, liabilities, financial position and surplus or deficit of the company to be determined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

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in Ireland governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

In so far as the directors are aware:

- there is no relevant audit information (information needed by the company's auditor in connection with preparing the auditor's report) of which the company's auditor is unaware, and
- the directors have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Signed on behalf of the board



Peter Mc Callig  
Director

18 October 2021



Micheal McLoughlin  
Director

18 October 2021

# **INDEPENDENT AUDITOR'S REPORT**

## **to the Members of Claremorris Community Radio Company Limited by Guarantee**

### **Report on the audit of the financial statements**

#### **Opinion**

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

In our opinion the financial statements:

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

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are described below 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 the 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**

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

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

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

#### **Other Information**

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

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### **Opinions on other matters prescribed by the Companies Act 2014**

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

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

We have obtained all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

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

# **INDEPENDENT AUDITOR'S REPORT**

## **to the Members of Claremorris Community Radio Company Limited by Guarantee**

### **Matters on which we are required to report by exception**

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

### **Respective responsibilities**

#### **Responsibilities of directors for the financial statements**

As explained more fully in the Directors' Responsibilities Statement set out on page 6, the directors are responsible for the preparation of the financial statements in accordance with the applicable financial reporting framework that give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

#### **Auditor's responsibilities for the audit of the financial statements**

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

A further description of our responsibilities for the audit of the financial statements is contained in the appendix to this report, located at page 9, 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.

---

**Aisling Roche McLoughlin**  
**for and on behalf of**  
**AISLING ROCHE MCLOUGHLIN**  
Chartered Accountants and Statutory Audit Firm  
Ballindine Road  
Claremorris  
Co. Mayo  
Republic of Ireland

**18 October 2021**



## **Claremorris Community Radio 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.

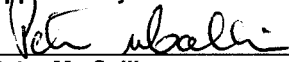
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

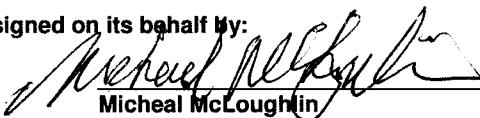
**Claremorris Community Radio Company Limited by Guarantee**  
**INCOME AND EXPENDITURE ACCOUNT**

for the financial year ended 31 December 2020

	Notes	2020 €	2019 €
<b>Income</b>		<b>108,931</b>	130,135
<b>Expenditure</b>		<b>(91,382)</b>	(112,099)
<b>Surplus before interest</b>		<b>17,549</b>	18,036
Interest receivable and similar income		4	153
Interest payable and similar expenses	7	(202)	(830)
<b>Surplus for the financial year</b>		<b>17,351</b>	17,359
<b>Total comprehensive income</b>		<b>17,351</b>	17,359

Approved by the board on 18 October 2021 and signed on its behalf by:

  
 Peter Mc Callig  
 Director

  
 Micheal McLoughlin  
 Director

# Claremorris Community Radio Company Limited by Guarantee

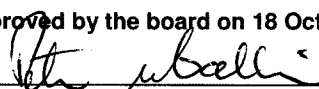
## BALANCE SHEET


as at 31 December 2020

	Notes	2020 €	2019 €
<b>Fixed Assets</b>			
Tangible assets	9	50,469	60,511
<b>Current Assets</b>			
Debtors	10	3,096	9,557
Cash at bank and in hand		21,570	10,370
		24,666	19,927
<b>Creditors: Amounts falling due within one year</b>	11	(18,262)	(33,258)
<b>Net Current Assets/(Liabilities)</b>		6,404	(13,331)
<b>Total Assets less Current Liabilities</b>		56,873	47,180
Amounts falling due after more than one year	12	(38,339)	(45,997)
<b>Net Assets</b>		18,534	1,183
<b>Reserves</b>			
Income and expenditure account		18,534	1,183
<b>Equity attributable to owners of the company</b>		18,534	1,183

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", applying Section 1A of that Standard.

Approved by the board on 18 October 2021 and signed on its behalf by:

  
 Peter Mc Callig  
 Director

  
 Micheal McLoughlin  
 Director

**Claremorris Community Radio Company Limited by Guarantee**  
**RECONCILIATION OF MEMBERS' FUNDS**

as at 31 December 2020

	<b>Retained surplus</b>	<b>Total</b>
	<b>€</b>	<b>€</b>
<b>At 1 January 2019</b>	(16,176)	(16,176)
Surplus for the financial year	<u>17,359</u>	<u>17,359</u>
<b>At 31 December 2019</b>	1,183	1,183
Surplus for the financial year	<u>17,351</u>	<u>17,351</u>
<b>At 31 December 2020</b>	<u><b>18,534</b></u>	<u><b>18,534</b></u>

# CLAREMORRIS COMMUNITY RADIO COMPANY LIMITED BY GUARANTEE

## INFORMATION RELATING TO THE POBAL GRANTS

for the financial year ended 31 December 2020

### Grants and Other Information

<b>Name of State Agency</b>	<b>Type of Funding</b>	<b>Amount €</b>
Pobal	Community Services Programme	<b>69,464</b>
Broadcasting Authority of Ireland	Sound & Vision	<b>3,495</b>
Pobal	Covid-19 Stability Scheme for Community and Voluntary, Charity & Social Enterprise Organisations	<b>5,869</b>
		<hr/> <b>78,828</b> <hr/>

# Claremorris Community Radio Company Limited by Guarantee

## NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2020

### 1. General Information

Claremorris Community Radio Company Limited by Guarantee is a company limited by guarantee incorporated in the Republic of Ireland. Chapel Court, Chapel Lane, Claremorris, Co. Mayo, Republic of Ireland is the registered office, which is also the principal place of business of the company. The company registration number is 388562. The company was formed under its Memorandum and Articles of Association. 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. Summary of Significant Accounting Policies

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

#### Statement of compliance

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

#### Basis of preparation

The financial statements have been prepared on the going concern basis and in accordance with the historical cost convention except for certain properties and financial instruments that are measured at revalued amounts or fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The financial reporting framework that has been applied in their preparation is the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" Section 1A, issued by the Financial Reporting Council.

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

#### Income

Income comprises the invoice value of services supplied by the company, exclusive of trade discounts and value added tax.

Income is recognised to the extent that the company obtains the right to consideration in exchange for its performance. Income comprises the fair value of consideration received and receivable exclusive of value added tax and after discounts and rebates.

Where the consideration receivable in cash or cash equivalents is deferred, and the arrangement constitutes a financing transaction, the fair value of the consideration is measured as the present value of all future receipts using the imputed rate of interest.

Income from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on dispatch of the goods, the amount of turnover can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Income from the provision of services is recognised in the accounting period in which the services are rendered and the outcome of the contract can be estimated reliably. The company uses the percentage of completion method based on the actual service performed as a percentage of the total services to be provided

# Claremorris Community Radio Company Limited by Guarantee

## NOTES TO THE FINANCIAL STATEMENTS

continued

for the financial year ended 31 December 2020

### **Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost, less accumulated depreciation and impairment losses. Cost includes prime cost, overheads and interest incurred in financing the construction of tangible fixed assets. Capitalisation of interest ceases when the asset is brought into use.

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

Fixtures, fittings and equipment	-	12.5% 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.

Assets not carried at fair value are also reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. Value in use is defined as the present value of the future pre-tax and interest cash flows obtainable as a result of the asset's continued use. The pre-tax and interest cash flows are discounted using a pre-tax discount rate that represents the current market risk free rate and the risks inherent in the asset. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units).

If the recoverable amount of the asset (or asset's cash generating unit) is estimated to be lower than the carrying amount, the carrying amount is reduced to its recoverable amount. An impairment loss is recognised in the profit and loss account, unless the asset has been revalued when the amount is recognised in other comprehensive income to the extent of any previously recognised revaluation. Thereafter any excess is recognised in profit or loss.

If an impairment loss is subsequently reversed, the carrying amount of the asset (or asset's cash generating unit) is increased to the revised estimate of its recoverable amount, but only to the extent that the revised carrying amount does not exceed the carrying amount that would have been determined (net of depreciation) had no impairment loss been recognised in prior periods. A reversal of an impairment loss is recognised in the profit and loss account.

The company's policy is to review the remaining useful economic lives and residual values of Tangible fixed assets on an on-going basis and to adjust the depreciation charge to reflect the remaining estimated useful economic life and residual value.

Fully depreciated property, plant & equipment are retained in the cost of property, plant & equipment and related accumulated depreciation until they are removed from service. In the case of disposals, assets and related depreciation are removed from the financial statements and the net amount, less proceeds from disposal, is charged or credited to the profit and loss account

### **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.

### **Cash at bank and in hand**

Cash and cash equivalents comprise cash at bank and in hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the Balance Sheet bank overdrafts are shown within Creditors.

### **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 profit or loss 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.

# Claremorris Community Radio Company Limited by Guarantee

## NOTES TO THE FINANCIAL STATEMENTS

continued

for the financial year ended 31 December 2020

### Employee benefits

The company provides a range of benefits to employees, including paid holiday arrangements.

(i) Short term benefits - Short term benefits including holiday pay and other similar non-monetary benefits are recognised as an expense in the period in which the service is received.

### Taxation

The company has been granted charitable status and are therefore exempt from tax under TCA 1997.

### Government grants

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

### Foreign currencies

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

### 3. Significant accounting judgements and key sources of estimation uncertainty

The preparation of these financial statements requires the Directors to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Judgements and estimates are continually evaluated and are based on historical experiences and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Directors make estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Establishing useful economic lives for depreciation purposes of tangible fixed assets.

The annual depreciation charge depends primarily on the estimated useful economic lives of each type of asset and estimates of residual values. The Directors regularly review the useful economic lives and change them as necessary to reflect current thinking on remaining lives in light of prospective economic utilisation and physical condition of the assets concerned. Changes in asset useful lives can have a significant impact on depreciation and amortisation charges for the period. Detail of the useful economic lives is included in the accounting policies.

### 4. 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.



# Claremorris Community Radio Company Limited by Guarantee

## NOTES TO THE FINANCIAL STATEMENTS

continued

for the financial year ended 31 December 2020

### 5. Going concern

The accounts have been prepared on the going concern basis. The company is continually reviewing its activities and the directors are continually working to generate new income streams for the organisation. The company position improved significantly in 2018 & 2019 and the directors are confident that this situation will continue. The company incurred a surplus of €17,351 for the year and at 31st December, 2020 its assets exceeded its liabilities by €17,359. The directors are confident that the company can continue to improve its financial situation and have appointed appropriate personell to ensure that new and repeated income is identified and generated by the company. The company is continually in discussions with Pobal as regards future funding and the directors are confident that the company will be in receipt of state funding for the foreseeable future and this together with the measures being taken by the board will ensure the future viability of the company.

During 2020, the Covid-19 pandemic has spread initially from Asia to Europe and subsequently worldwide. The initial economic effect of this has been a worldwide slowdown in economic activity and the loss of jobs across many businesses. In Ireland there are restrictions placed on "non-essential" businesses which has resulted in many businesses temporarily closing in measures designed to restrict the movement of people and to slow down the spread of the virus. Like many businesses, Claremorris Community Radio CLG is exposed to the effects of the Covid-19 pandemic. Whilst the company continues to operate during this period, there has been a reduction in fundraising activity.

The company is reviewing budgets and reducing costs where possible. Based on the measures taken to reduce costs, the directors believe that the company is well positioned to return to full operating capacity once the period of uncertainty passes.

They are confident that state funding will remain in place in order for it to deliver its services.

In addition they plan to generate additional income through various fundraising activities once the restrictions have been eased.

Therefore, on that basis they are of the opinion that the accounts should be prepared on the going concern basis.

6. Operating surplus	2020	2019
	€	€
<b>Operating surplus is stated after charging/(crediting):</b>		
Depreciation of tangible fixed assets	10,172	10,726
Amortisation of Government grants	(7,658)	(7,664)
	<u>2,514</u>	<u>3,062</u>
7. Interest payable and similar expenses	2020	2019
	€	€
Interest	202	830
	<u>202</u>	<u>830</u>

### 8. Employees

The average monthly number of employees, including directors, during the financial year was 3, (2019 - 3).

There were no employees whose total employee benefits (excluding employer pension costs) exceeded €60,000 during the year.

	2020	2019
	Number	Number
Manager	1	1
Administration	1	1
General Operatives	1	1
	<u>3</u>	<u>3</u>

**Claremorris Community Radio Company Limited by Guarantee**  
**NOTES TO THE FINANCIAL STATEMENTS**

for the financial year ended 31 December 2020

continued

**9. Tangible fixed assets**

	<b>Fixtures, fittings and equipment</b>	<b>Total</b>
	<b>€</b>	<b>€</b>
<b>Cost</b>		
At 1 January 2020	130,215	130,215
Additions	130	130
	<hr/>	<hr/>
At 31 December 2020	130,345	130,345
	<hr/>	<hr/>
<b>Depreciation</b>		
At 1 January 2020	69,704	69,704
Charge for the financial year	10,172	10,172
	<hr/>	<hr/>
At 31 December 2020	79,876	79,876
	<hr/>	<hr/>
<b>Net book value</b>		
At 31 December 2020	<b>50,469</b>	<b>50,469</b>
	<hr/> <hr/>	<hr/> <hr/>
At 31 December 2019	60,511	60,511
	<hr/> <hr/>	<hr/> <hr/>
<b>10. Debtors</b>	<b>2020</b>	2019
	<b>€</b>	<b>€</b>
Trade debtors	2,000	2,300
Other debtors	-	6,219
Prepayments	1,096	1,038
	<hr/>	<hr/>
	<b>3,096</b>	9,557
	<hr/> <hr/>	<hr/> <hr/>
<b>11. Creditors</b>	<b>2020</b>	2019
<b>Amounts falling due within one year</b>	<b>€</b>	<b>€</b>
Amounts owed to credit institutions	(57)	7,255
Trade creditors	9,887	12,099
Taxation	3,946	3,860
Directors' current accounts (Note 18)	-	2,000
Other creditors	1,000	1,000
Accruals	1,486	1,486
Deferred Income	2,000	5,558
	<hr/>	<hr/>
	<b>18,262</b>	33,258
	<hr/> <hr/>	<hr/> <hr/>
<b>12. Creditors</b>	<b>2020</b>	2019
<b>Amounts falling due after more than one year</b>	<b>€</b>	<b>€</b>
Government grants (Note 13)	38,339	45,997
	<hr/> <hr/>	<hr/> <hr/>

**Claremorris Community Radio Company Limited by Guarantee**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the financial year ended 31 December 2020

continued

<b>13. Government Grants Deferred</b>	<b>2020</b>	2019
	€	€
<b>Capital grants received and receivable</b>		
At 1 January 2020	<b>85,849</b>	43,709
Increase in financial year	-	42,140
	<hr/>	<hr/>
At 31 December 2020	<b>85,849</b>	85,849
	<hr/>	<hr/>
<b>Amortisation</b>		
At 1 January 2020	<b>(39,852)</b>	(32,188)
Amortised in financial year	<b>(7,658)</b>	(7,664)
	<hr/>	<hr/>
At 31 December 2020	<b>(47,510)</b>	(39,852)
	<hr/>	<hr/>
<b>Net book value</b>		
At 31 December 2020	<b>38,339</b>	45,997
	<hr/> <hr/>	<hr/> <hr/>
At 1 January 2020	<b>45,997</b>	11,521
	<hr/> <hr/>	<hr/> <hr/>

Deferred Income Includes €650 from members which is to be used for the fitout of the new premises. This will be amortised to the Income & Expenditure Account over the useful life of the related assets.

**14. State Funding**

<b>Agency</b>	<b>Pobal</b>
Government Department	Department of Rural & Community Development
Grant Programme	Community Services Programme
Purpose of the Grant	Support for staff wages
Term	31st December, 2020
Total Fund	€73,856
Expenditure	€69,464
Fund deferred or due at financial year end	0
Received in the financial year	€69,464
Capital Grant	No
Restriction on use	Yes
Tax Clearance	Yes

**Claremorris Community Radio Company Limited by Guarantee**  
**NOTES TO THE FINANCIAL STATEMENTS**

continued

for the financial year ended 31 December 2020

<b>Agency</b>	<b>Broadcasting Authority of Ireland</b>
Grant Programme	Department of Communications, Energy & Natural Resources
Purpose of the Grant	Sound & Vision II & III Programme
Term	Support for programme production
Total Fund	31st December, 2020
Expenditure	€3,495
Fund deferred or due at financial year end	€0
Received in the financial year	€3,495
Capital Grant	€0
Restriction on use	Support for programme production
Tax Clearance	Support for programme production

<b>Agency</b>	<b>Pobal</b>
Sponsoring Govt Department	Department of Rural & Community Development
Grant Programme	Covid-19: Stability Scheme for Community, Voluntary & Social Enterprises
Purpose of the Grant	Support to secure the future and delivery of critical supports and services
Term	31st December, 2020
Total Fund	€5,869
Fund deferred or due at financial year end	€0
Received in the financial year	€5,869
Capital Grant	No
Restriction on use	Yes
Tax Clearance	Yes

**15. Status**

The liability of the members is limited.

Every member of the company undertakes to contribute to the assets of the company in the event of its being wound up while they are members, or within one year thereafter, for the payment of the debts and liabilities of the company contracted before they ceased to be members, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributors among themselves, such amount as may be required, not exceeding € 2.

**16. Capital commitments**

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

**17. Directors' remuneration and transactions**

None of the directors were in receipt of remuneration during the year.

**Claremorris Community Radio Company Limited by Guarantee**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the financial year ended 31 December 2020

continued

The following amounts are repayable to the directors:

	<b>2020</b>	2019
	€	€
Micheal McLoughlin	-	2,000

**18. Post-Balance Sheet Events**

The worldwide pandemic continues throughout 2021. In common with many other countries, the Irish government issued guidance and restrictions on the movement of people designed to slow the spread of this virus. This continues to have a negative impact on the company since the year end and fundraising activity has reduced as a result. At the time of approving the financial statements, there is uncertainty regarding how the balance sheet may be impacted based on events since the year end and as a result an estimate of its financial effect cannot be made.

The directors are confident that the company will be fully operational once the period of restriction is lifted.

**19. Status**

The liability of the members is limited.

Every member of the company undertakes to contribute to the assets of the company in the event of its being wound up while they are members, or within one year thereafter, for the payment of the debts and liabilities of the company contracted before they ceased to be members, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributors among themselves, such amount as may be required, not exceeding € 2.

**20. Approval of financial statements**

The financial statements were approved and authorised for issue by the board of directors on 18 October 2021.

