

REPORTS AND FINANCIAL STATEMENTS

HEART CHILDREN IRELAND

(CLG - Company Limited by Guarantee)

FOR THE YEAR ENDED 31 MAY 2016

HEART CHILDREN IRELAND
(CLG - Company Limited by Guarantee)

REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2016

CONTENTS

	PAGE
DIRECTORS AND OTHER INFORMATION	2
DIRECTORS' REPORT	3-4
CHAIRPERSON'S REPORT	5-6
INDEPENDENT AUDITORS REPORT	7
STATEMENT OF FINANCIAL ACTIVITIES	8
BALANCE SHEET	9
CASH FLOW STATEMENT	10
NOTES TO THE FINANCIAL STATEMENTS	11-12
SUPPLEMENTARY INFORMATION	13-14

HEART CHILDREN IRELAND
(CLG - Company Limited by Guarantee)

BOARD OF DIRECTORS AND OTHER INFORMATION

BOARD OF DIRECTORS

Jennifer McCarron	Chairperson
Suzanne Treacy	Secretary
Cormac Sherry	Hon. Treasurer
Bernard Raftery	
Cathy Sreenan-Cassidy	
Teresa Cronin	
Karen Denning	
Dympna Donnelly (McNamara)	
Eamonn McQuaid	
Brenda Mohan	
Suzanne Treacy	
Lesley Osborne	
Michael Foley	Appointed 14.04.15
Robert Kelly	Appointed 17.01.17
Eileen Carruthers	Appointed 20.12.16

SECRETARY

Suzanne Treacy

AUDITORS

Mark Glynn & Company
Certified Public Accountants
Kit House
13 Magna Business Park,
City West
Dublin 24

PRINCIPAL BANKERS

AIB Bank plc
41 South Main Street
Naas
Co.Kildare.

ACTIVITIES ADDRESS

The Carmichael Centre
North Brunswick Street
Dublin 7.

CHARITY NUMBER

10022

COMPANY NUMBER

371707

HEART CHILDREN IRELAND
(CLG - Company Limited by Guarantee)

DIRECTORS' REPORT

We are pleased to present the annual report together with the audited financial statements for Heart Children Ireland (CLG - Company Limited by Guarantee) for the year ended 31 May 2016.

Principal Activities

The principal activity of the Association is to act as a support group within the Republic of Ireland for parents and families of children born with Congenital Heart Defects. We also have links with similar groups in the UK and Northern Ireland.

Objectives

The main objective of Heart Children Ireland as set out in its Constitution is to:

To provide support, practical help and assistance including financial assistance and / or the provision of equipment within Ireland (and to continue providing this support, practical help and assistance as the children referred to below progress through adolescence and adulthood) to:-

- Children, adolescents and adults with congenital heart defects;
- Parents of children, adolescents and adults with congenital heart defects;
- Guardians of children with congenital heart defects;
- Families of children born with congenital heart defects;
- Children and the families of children who develop heart defects (e.g. cardio-myopathy); and Hospitals whose functions include the provision of medical assistance to persons with congenital Heart defects and to persons who develop heart defects.
- To provide support for the bereaved families of children who have died from congenital heart defects.
- To establish groups of members within particular local areas for their mutual support and assistance.

Principal Risks and Uncertainties

The principal risks and uncertainties facing the organisation come from risks associated with a drop in fundraising income. The organisation's activities are wholly dependent on the income from donations and fundraising activities along with the time contributed by volunteers. The current economic environment often has a negative effect on both the volume and size of donations. However the directors are satisfied that the level of funding remains satisfactory for the foreseeable future and overheads have been cut to a minimum.

Results for the Year

Total incoming resources for 2015/2016 amounted to €227,876 (2014/2015: €204,313).

The Association recorded net outgoing resources for the year of €11,346 and together with the surplus brought forward from the previous year leaves a surplus for carry forward to 2016/2017 of €194,712.

Board of Directors and Executive Committee

The current list of Board members is set on page 2.

Company Status

Heart Children Ireland is a CLG - Company Limited by Guarantee.

HEART CHILDREN IRELAND
(CLG - Company Limited by Guarantee)

DIRECTORS' REPORT

Directors Responsibilities Statement

Company law requires the directors to prepare statutory financial statements for each financial year, which give a true and fair view of the assets, liabilities and financial position of the company, as at the end of the financial year, and profit or loss, for the financial period and otherwise comply with the Companies Act 2014. In preparing those financial statements, the directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether the statutory 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;
- Prepare the statutory financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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

Accounting Records

To ensure that proper books and accounting records are kept in accordance with Section 281 to 285 of the Companies Act 2014, the directors have employed appropriately qualified accounting personnel and have maintained appropriate computerised accounting systems. The books of account are located at the company's office at The Carmichael Centre, North Brunswick Street, Dublin 7.

Auditors

Mark Glynn & Co., Certified Public Accountants and Statutory Audit Firm, continue in office in accordance with the provisions of Section 383 (2) of the Companies Act 2014.

Lesley Osborne

Cormac Sherry

15 February 2017

HEART CHILDREN IRELAND
(CLG - Company Limited by Guarantee)

CHAIRPERSON'S REPORT

Review of Activities

We have had another very busy and memorable year.

Our Family Support Service continues to grow and is our most sought after service. Dr Deirdre O'Neill has once again been meeting on a one to one basis with parents, children, young adults and also our adult population. The focus of the service continues to be family meetings with members. Over 200 appointments were offered in 2016. The main reason families sought appointments in 2016 was for support in relation to coping with specific current or future cardiac-related stresses. Dr. O'Neill was one of the speakers at the Heart Children Ireland Information/Family Support Days held in Waterford, Sligo, Limerick and Meath in 2016, bringing the total number of counties visited on such days since 2012 to 16, with 5 counties having been visited twice. She also provided family meetings in Waterford, Sligo and Limerick, in conjunction with the information days. Dr. O'Neill facilitated a parenting group in June, around the topic of talking to children about their cardiac wellbeing and preparing them to talk to others re: same. Input was also provided at the annual conference, the annual bereavement service and to a number of documents during the year. To date, psychological support has been provided to a small number of schools in 4 counties around cardiac-related social, emotional and/or learning matters. January 2017 is already looking like the busiest January for the service to date.

Our Coagu-Check programme at the Young Adult Congenital Unit is proving very effective and to date, we have donated 75 machines to this unit. A further four machines have been requested to date in 2017. These machine enable our young adults live as normal a life as possible with much less interruption to their daily lives.

Our ambassador, Damien Duff, continues to support Heart Children Ireland and we were delighted to welcome him to our windmill launch and also to The Tiny Hearts Fundraising Ball.

Charity Calendar: We accepted a cheque in December 2016 for €49,256. from our Charity Partner Chill Insurance. These funds were raised through our wonderful calendar which is sponsored by Chill Insurance and sold nationwide by all our members, their families and friends. The full cost of the calendar €10 each, comes to Heart Children Ireland. We are extremely grateful to Chill Insurance for their continued and invaluable support of our fundraising calendar. The calendar has become a major fundraiser for Heart Children Ireland. We are also very grateful to Covidien for their continued support.

Supporting our Teenagers –

Our Art Therapy workshops for our younger members continued with very positive feedback from our participants. Some of our teenagers got together for an afternoon out where they took part in bowling. Further events are planned for 2017. We need to expand and grow support for this population.

Summer Picnics were held in 2015 and 2016 in Marley Park. It was a huge success and as always, we are very grateful to Dublin Fire Brigade for their continued support and to Dun Laoghaire-Rathdown County Council. To our volunteers who organize the day our heartfelt thanks.

The Christmas party has become the most anticipated event of the year for our young members. In 2015 the party was held at The Crown Plaza at Blanchardstown and in 2016 at the Crown Plaza, Santry. Both parties were a resounding success. The feedback as always was terrific and it's wonderful to see so many happy faces going home. For our members down South, they enjoyed the Radisson Blu in 2015 and in 2016 the event was held at The Montenotte Hotel. The numbers continue to grow year on year for this wonderful event.

HEART CHILDREN IRELAND
(CLG - Company Limited by Guarantee)

CHAIRPERSON'S REPORT (continued)

Review of Activities (Continued)

Our Annual Conference in 2015 was held at Croke Park and we were delighted to Welcome Professor Mark Redmond, Cardio Thoracic Surgeon. In 2016 our conference was held at the Dublin Hilton when we welcomed Damien Kenny Consultant Cardiologist. Both events were live streamed which allowed our members nationwide view the conference.

A Remembrance service was held in September 2015 and again in November 2016 for our bereaved families. The service was held in the Unitarian Church on Stephen's Green. Margaret Rogers and Linda Hogan organised the service and with Dr. Deidre O'Neill joined the families afterwards for a lovely afternoon chatting and remembering together. We are forever grateful to the wonderful Minister Bridget Spain who conducted the service for our families.

The Tiny Hearts Fundraising Committee continues to be a huge support to Heart Children Ireland organising a ball in Darver Castle in 2015 and 2016, the sixth year they have organised this wonderful event.

The Board signed off on our new constitution. As one of Ireland's oldest charities, we now have the right governance structure in place to support our members and to carry us through the next phase of the charity's development.

In conclusion, I am honored to have been asked to take on the role as Chairperson of Heart Children Ireland, being a grown up Heart Child it has been a wonderful experience.

To our CEO Margaret Rogers and Administrator Linda Hogan, a special word of thanks for their commitment, hard work and above all infectious enthusiasm in everything they do. Finally, as a member of a very hard-working board of directors, the efforts of all board members are much appreciated. I look forward to continue working with you as we drive Heart Children Ireland forward.

In 2016 I stepped down as chairperson and our Vice Chair Jennifer McCarron is now acting Chairperson. I wish Jen every success in her role and want to thank her for her support during my time as Chairperson.

Lesley Osborne

Cormac Sherry

15 February 2017

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF HEART CHILDREN IRELAND
(CLG - Company Limited by Guarantee)**

We have audited the financial statements of Heart Children Ireland CLG - Company Limited by Guarantee for the year ended 31 May 2016 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement, the Statement of Accounting Policies and related notes 1 to 11. The financial reporting framework that has been applied their preparation is applicable Irish law and accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Certified Public Accountants in Ireland (Generally Accepted Accounting Practice in Ireland).

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

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page 3, the directors are responsible for the preparation of the statutory financial statements and for being satisfied that they give a true and fair view and otherwise comply with the Companies Act 2014. Our responsibility is to audit and express an opinion on the statutory financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors including "APB Ethical Standard - Provision Available for Small Entities (Revised)".

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the statutory financial statements sufficient to give reasonable assurance that the statutory financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Reports to identify material inconsistencies with the audited statutory financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view, in accordance with Generally Accepted Accounting Practice in Ireland, of the state of the company's affairs as at 31 May 2016 and of its results for the year then ended; and
- have been properly prepared in accordance with Generally Accepted Accounting Practice in Ireland and in particular with the requirements of the Companies Act 2016.

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

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- The statutory financial statements are in agreement with the accounting records.
- In our opinion the information given in the directors' report is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the provisions in the Companies Act 2014 which require us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by law are not made.

**Mark Glynn for and on behalf of,
Mark Glynn & Co,
Certified Public Accountants and Statutory Audit Firm
13 Magna Business Park, City West, Dublin 24**

15 February 2017

HEART CHILDREN IRELAND
(CLG - Company Limited by Guarantee)

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MAY 2016

	Appendix	2016	2015
		€	€
Total Incoming Resources	1	227,876	204,313
Resources Expended	2	(232,533)	(187,232)
		-----	-----
Net (outgoing)/incoming resources		(4,657)	17,081
Donations to The Mater Hospital – Young Adult Congenital Unit – Echo Machine		(5,275)	-
Donations to Our Lady’s Children’s Hospital Crumlin (CoaguChek)		<u>(1,414)</u>	<u>(3,308)</u>
Net (outgoing)/incoming resources for the year		(11,346)	13,773
Accumulated funds brought forward		<u>206,059</u>	<u>192,286</u>
Accumulated funds carried forward		194,712	206,059
		=====	=====

The company has no recognised gains or losses other than the results for the year. The results for the year have been calculated on the historical cost basis. The company’s income and expenses all relate to continuing operations.

A separate Statement of Total Recognised Gains and Losses is not required, as there are none other than those reflected in the statement of financial activities.

HEART CHILDREN IRELAND
(CLG - Company Limited by Guarantee)

BALANCE SHEET AS AT 31 MAY 2016

	Notes	2016	2015
		€	€
CURRENT ASSETS			
Cash at Bank:			
Current Accounts	6	27,069	37,040
Deposit Accounts	6	131,675	130,810
Blue Ribbon Accounts	6	47,002	47,869
Prepayment and Accrued Income	7	-	-
		<u>205,746</u>	<u>215,719</u>
LESS CURRENT LIABILITIES			
(Amounts falling due within one year)			
Creditors and Accrued expenses		(11,034)	(9,660)
		<u> </u>	<u> </u>
TOTAL NET ASSETS		<u>194,712</u>	<u>206,059</u>
		=====	=====
REPRESENTED BY:			
Accumulated funds	9	194,712	206,059
		<u> </u>	<u> </u>
		=====	=====

On behalf of the board

Lesley Osborne

Cormac Sherry

15 February 2017

HEART CHILDREN IRELAND
(CLG - Company Limited by Guarantee)

Cash Flow Statement
For The Year Ended 31 May 2016

	Note 1 below	2016 €	2015 €
NET CASH (OUTFLOW)/ INFLOW FROM OPERATING ACTIVITIES		<u>(9,973)</u>	<u>12,517</u>
 (DECREASE) /INCREASE IN CASH		<u>(9,973)</u>	<u>12,517</u>
 Note 1:			
NET CASH (OUTFLOW) /INFLOW FROM OPERATING ACTIVITIES:			
Net incoming (outgoing)/resources for the year		(11,346)	13,773
Decrease/ (Increase) in debtors		-	672
Increase/(Decrease) in creditors		<u>1,373</u>	<u>(1,928)</u>
		<u>(9,973)</u>	<u>12,517</u>
 RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET CASH			
(Decrease)/Increase in cash for the year		(9,973)	12,517
Cash at beginning of year		<u>215,719</u>	<u>203,202</u>
Cash at end of year		<u>205,746</u>	<u>215,719</u>

HEART CHILDREN IRELAND
(CLG - Company Limited by Guarantee)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MAY 2016

1. Accounting Policies

Basis of Accounting

The financial statements 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. They comply with the financial reporting standards of the Accounting Standards Board. The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

2. Income

Income represents the proceeds from fund-raising activities and donations.

3. Fund-raising Materials

Fund-raising materials are expensed when incurred as there is no certainty that unused materials would be used in future fund-raising events.

4. Employees

The Association had two part-time employees during the year. In addition, other activities are carried out on a voluntary basis.

	2016	2015
Employee Costs:	€	€
Gross wages	61,689	60,970
Employer's PRSI	<u>6,278</u>	<u>6,200</u>
	67,967	67,170
	=====	=====

5. Taxation

No tax liability arises because of the charitable status of the Association.

6. Cash at Bank	2016	2015
	€	€
Current Accounts	27,069	37,040
Deposit Accounts	178,677	178,679
TOTAL	<u>205,746</u>	<u>215,719</u>
	=====	=====

HEART CHILDREN IRELAND
(CLG - Company Limited by Guarantee)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 May 2016

7. Prepayments and Accrued Income

	2016	2015
	€	€
Prepayment - insurance	-	-
Accrued Income	=	=
	-	-
	====	====

8. Commitments

The Association has an annual shared premises rental agreement which is subject to annual review.

9. Accumulated Funds

The accumulated funds at 31 May 2016 include an amount of €15,000 in respect of a donation from Covidien for the production of an Information Pack. The accumulated fund also includes an amount of €47,003 known as the Blue Ribbon fund which is restricted to families on the transplant journey.

10. Company Status

Heart Children Ireland, is a CLG - Company Limited by Guarantee.

11. Comparative Figures

Comparative figures have been regrouped, where appropriate, on a basis consistent with the current year.

HEART CHILDREN IRELAND
(CLG - Company Limited by Guarantee)

Supplementary Information

(Not covered by the independent Auditors' Report)

HEART CHILDREN IRELAND
(CLG - Company Limited by Guarantee)

APPENDICES TO THE STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MAY 2016

APPENDIX 1

Total Incoming Resources:

	2016	2015
	€	€
<u>National Executive:</u>		
Fundraising events (flag days, Certus, HRG, donations)	209,194	180,320
Sale of cards	6,137	3,726
Marathons sponsorships	11,680	18,673
Interest income	<u>865</u>	<u>1,594</u>
	<u>227,876</u>	<u>204,313</u>

APPENDIX 2

Total Resources Expended:

	2016	2015
	€	€
Wages and employer's PRSI	67,967	67,170
Shared services rental charge	23,351	19,152
Fundraising costs	8,047	12,267
Family support, counselling and bereaved services	66,189	55,233
Christmas event	12,678	6,966
Advertising costs	5,766	5,889
Postage and stationery, delivery and storage	3,259	2,286
Conferences and AGM	9,147	3,301
Telephone	2,044	3,171
Travel/conferences	5,401	3,859
25 th Anniversary Expenses	7,825	-
Annual subscriptions	130	1,471
Insurance	1,688	2,360
Audit and accountancy	1,600	1,600
Legal fees	11,439	-
Miscellaneous	2,390	640
Training	350	-
Bank Charges	584	185
Website Design	<u>2,587</u>	<u>1,682</u>
	<u>232,533</u>	<u>187,232</u>