

Company registration number: 291970

**An Grianán Theatre Management Company Limited by Guarantee
(A Company Limited by Guarantee and not having Share Capital)**

Financial statements

for the financial year ended 31 December 2018

**An Grianán Theatre Management Company Limited by Guarantee
(A Company Limited by Guarantee and not having Share Capital)**

Contents

	Page
Directors and other information	1
Directors' report	2 - 3
Directors' responsibilities statement	4
Independent auditor's report to the members	5 - 7
Income and expenditure account	8
Statement of income and retained earnings	9
Balance sheet	10 - 11
Notes to the financial statements	12 - 20

**An Grianán Theatre Management Company Limited by Guarantee
Company limited by guarantee**

Directors and other information

Directors	Anne McGowan Eileen Burgess Gerry McMonagle Pluincead O' Fearraigh Henry McGarvey Joan Duffy Terence McEniff Kevin Bradley Iarla McGowan Donal Coyle Elaine Gillespie
Secretary	Frances Friel
Company number	291970
Registered office	Ramelton Road Letterkenny Co. Donegal
Business address	Port Road Letterkenny Co. Donegal
Auditor	Brian McDaid & Associates Chartered Accountants & Registered Auditors Main Street Ballybofey Co. Donegal
Bankers	Allied Irish Banks Plc 61 Upper Main Street Letterkenny Co. Donegal
Solicitors	V.P. Mc Mullin Port Road Letterkenny Co. Donegal

**An Grianán Theatre Management Company Limited by Guarantee
(A Company Limited by Guarantee and not having Share Capital)**

**Directors' report
Year ended 31 December 2018**

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

Directors

The names of the persons who at any time during the financial year were directors of the company are as follows:

Anne McGowan	
Sean McCormack	(resigned 4 June 2019)
Philomena Dalton	(resigned 23 January 2018)
Lisa Culbert	(resigned 7 June 2019)
Eileen Burgess	
Gerry McMonagle	
Jimmy Kavanagh	(resigned 7 June 2019)
Pluincead O' Fearraigh	
Henry McGarvey	
Joan Duffy	
Terence McEniff	
Elaine Gillespie	(appointed 2 October 2018)
Kevin Bradley	(appointed 7 June 2019)
Iarla McGowan	(appointed 7 June 2019)
Donal Coyle	(appointed 7 June 2019)

Principal activities

The company operates in 'An Grianán Theatre' under a cultural use agreement with Donegal County Council. The principal activity of the company is to bring arts and entertainment to the North West region including local, national and international performances of dance, drama, music, comedy and traditional arts. The company has been granted charitable tax status under Sections 207 and 208 of the Taxes Consolidation Act 1997, Charity number 13046, and is registered with the Charities Regulatory Authority.

Results for the year and review of operations

The deficit for the financial year after providing for depreciation amounted to €4,931 (31 December 2017 - surplus of €5,223). The directors are satisfied with the performance of the company for the period.

Basis of preparation - Going concern

At the balance sheet date the company had net current liabilities of €123,886 (31 December 2017 - €102,988) and accumulated losses of €80,504 (31 December 2017 - €75,573). After making enquiries, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the next 12 months. Accordingly the directors continue to adopt the going concern basis in preparing the financial statements.

**An Grianán Theatre Management Company Limited by Guarantee
(A Company Limited by Guarantee and not having Share Capital)**

**Directors' report (continued)
Year ended 31 December 2018**

Principal risks and uncertainties

The board of directors is responsible for risk assessment and management within the company. It has in place a documented organisational structure with clearly defined and understood roles and responsibilities. The board has identified the continuance of grant funding and box office income as the principle risk and uncertainty facing the company.

The company is wholly dependent on state grants and box office income to enable it to continue to carry out its principal activity. The directors monitor economic factors regularly and make strategic decisions so as to minimise any negative impact on the company. The directors are currently formulating a capital replacement and renewals plan for the company, together with a long term strategic plan, to secure the theatre's future development.

Dividends

During the financial year the directors have not paid any dividends or recommended payment of a final dividend.

Accounting records

The measures taken by the directors to secure compliance with the requirements of sections 281 to 285 of the Companies Act 2014 with regard to the keeping of accounting records are the implementation of necessary policies and procedures for recording transactions, the employment of competent accounting personnel with appropriate expertise and the provision of adequate resources to the financial function. The accounting records of the company are located at Port Road, Letterkenny, Co. Donegal.

Relevant audit information

In the case of each of the persons who are directors at the time this report is approved in accordance with section 330 of Companies Act 2014:

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

Auditors

In accordance with Section 383(2) of the Companies Act 2014, the auditors, Brian McDaid & Associates Chartered Accountants and Statutory Audit Firm will continue in office.

This report was approved by the board of directors on 13 September 2019 and signed on behalf of the board by:


Anne McGowan
Director


Henry McGarvey
Director

**An Grianán Theatre Management Company Limited by Guarantee
(A Company Limited by Guarantee and not having Share Capital)**

**Directors' responsibilities statement
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, and promulgated by the Institute of Chartered Accountants in Ireland. 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 income and expenditure 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 and then apply them consistently;
- make judgments 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 the income and expenditure of the company to be determined with reasonable accuracy, enable them to ensure that the financial statements and directors report comply with the Companies Act 2014 and enable the financial statements to be audited. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

On behalf of the board:


Anne McGowan
Director


Henry McGarvey
Director

**Independent auditor's report to the members of
An Grianán Theatre Management Company Limited by Guarantee
Year ended 31st December 18**

Report on the audit of the financial statements

Opinion

We have audited the financial statements of An Grianán Theatre Management Company Limited by Guarantee (the 'company') for the financial year ended 31 December 2018 which comprise the income and expenditure account, statement of income and retained earnings, balance sheet and notes to the financial statements, including a summary of significant accounting policies set out in note 4. 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 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; and
- have been 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 the ethical requirements that are relevant to our audit of the financial statements in Ireland, including the Ethical Standard issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), and the provisions available for small entities, in the circumstances set out in note 14 to the financial statements, 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.

**Independent auditor's report to the members of
An Grianán Theatre Management Company Limited by Guarantee (continued)
Year ended 31st December 18**

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 is consistent with the financial statements; and
- in our opinion, the directors' report has been prepared in accordance with applicable legal requirements.

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, and 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 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.

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 the directors 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 going concern and using the going concern basis of accounting unless the management either intends to liquidate the company or to cease operations, 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 located on the IAASA's website at: http://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf. This description forms part of our auditor's report.

**Independent auditor's report to the members of
An Grianán Theatre Management Company Limited by Guarantee (continued)
Year ended 31st December 18**

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 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.



Brian McDaid

For and on behalf of
Brian McDaid & Associates
Chartered Accountants & and Statutory Audit Firm
Main Street
Ballybofey
Co. Donegal

13 September 2019

**An Grianán Theatre Management Company Limited by Guarantee
(A Company Limited by Guarantee and not having Share Capital)**

**Income and expenditure account
Financial year ended 31 December 2018**

	Note	2018 €	2017 €
Income		1,571,321	1,537,258
Cost of sales		<u>(704,393)</u>	<u>(695,984)</u>
Gross surplus		866,928	841,274
Administrative expenses		<u>(871,859)</u>	<u>(836,051)</u>
Operating (deficit)/surplus		(4,931)	5,223
(Deficit)/surplus before taxation		<u>(4,931)</u>	<u>5,223</u>
Tax on (deficit)/surplus		-	-
(Deficit)/surplus for the financial year		<u><u>(4,931)</u></u>	<u><u>5,223</u></u>

The company has no other recognised items of income and expenses other than the results for the financial year as set out above.

The notes on pages 12 to 20 form part of these financial statements.

**An Grianán Theatre Management Company Limited by Guarantee
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**Statement of income and retained earnings
Financial year ended 31 December 2018**

	2018	2017
	€	€
(Deficit)/surplus for the financial year	(4,931)	5,223
Retained earnings at the start of the financial year	<u>(75,573)</u>	<u>(80,796)</u>
Retained earnings at the end of the financial year	<u>(80,504)</u>	<u>(75,573)</u>

**An Grianán Theatre Management Company Limited by Guarantee
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**Balance sheet
As at 31 December 2018**

	Note	2018 €	€	2017 €	€
Fixed assets					
Tangible assets	7	116,749		88,041	
			116,749		88,041
Current assets					
Stocks	8	3,409		4,067	
Debtors	9	23,883		33,564	
Cash at bank and in hand		83,130		38,306	
		110,422		75,937	
Creditors: amounts falling due within one year	10	(234,308)		(178,925)	
Net current liabilities			(123,886)		(102,988)
Total assets less current liabilities			(7,137)		(14,947)
Creditors: amounts falling due after more than one year	11		(73,367)		(60,626)
Net liabilities			(80,504)		(75,573)
Capital and reserves					
Income and expenditure account			(80,504)		(75,573)
Members deficit			(80,504)		(75,573)

These 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'.

The notes on pages 12 to 20 form part of these financial statements.

**An Grianán Theatre Management Company Limited by Guarantee
(A Company Limited by Guarantee and not having Share Capital)**

**Balance sheet (continued)
As at 31 December 2018**

These financial statements were approved by the board of directors on 13 September 2019 and signed on behalf of the board by:


Anne McGowan
Director


Henry McGarvey
Director

Company registration number: 291970

The notes on pages 12 to 20 form part of these financial statements.

**An Grianán Theatre Management Company Limited by Guarantee
(A Company Limited by Guarantee and not having Share Capital)**

**Notes to the financial statements
Financial year ended 31 December 2018**

1. Going concern

At the balance sheet date the company had net current liabilities of €123,886 (31 December 2017 - €102,988) and accumulated losses of €80,504 (31 December 2017 - €75,573). These accumulated losses are the result of deficits incurred in prior years.

The company is dependent on grant income to meet its obligations and to continue in operation for the foreseeable future.

Donegal County Council has confirmed that it is committed to the ongoing provision of financial support to maintain the company in continuing to manage the theatre facility and run its programmes therein up to 2025.

Donegal County Council has also confirmed to the company that it will assist it with its objective of having the accumulated deficit written down at the earliest date practicable.

The directors have therefore a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the financial statements. The financial statements do not include the adjustments that would result if the company was unable to continue as a going concern.

2. General information

The company is a private company limited by guarantee, registered in Ireland under company number 291970. The address of the registered office is Ramelton Ramelton Road, Letterkenny, Co. Donegal. The principal activity of the company is the operation of An Grianán Theatre under a cultural use agreement with Donegal County Council.

3. Statement of compliance

These financial statements have been prepared in compliance with FRS 102 Section 1A, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

4. Accounting policies and measurement bases

Basis of preparation

The financial statements have been prepared on the going concern basis, under the historical cost convention and comply with the financial reporting standards of the Financial Reporting Council as promulgated by Chartered Accountants Ireland, including FRS 102 "The Financial Reporting Standard applicable in the UK and the Republic of Ireland" ("FRS 102") as adapted by Section 1A of FRS 102 and the Companies Act 2014.

The financial statements are prepared in Euro, which is the functional currency of the entity.

Income

Income from theatre box office sales is recognised in the period in which the performance takes place. Revenue from tickets for shows which have not yet taken place is deferred at the balance sheet date and included within creditors due within one year. Income from other revenue streams is recognised in the period the service is provided or goods are sold.

**An Grianán Theatre Management Company Limited by Guarantee
(A Company Limited by Guarantee and not having Share Capital)**

**Notes to the financial statements (continued)
Financial year ended 31 December 2018**

Taxation

No charge to current or deferred taxation arises as the charity has been granted charitable tax status, under Charity No. CHY13046. Irrecoverable value added tax is expensed as incurred.

Tangible assets

Tangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated depreciation and impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and equipment	- 10%	straight line
Fixtures and fittings	- 10%	straight line
Computer equipment	- 33.3%	straight line

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

Impairment

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

When it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

Stocks

Stock is valued at the lower of cost and net realisable value. Cost is the expenditure incurred in the normal course of business in bringing the product to its present location and condition. Net realisable value is the actual or expected selling price less selling costs.

**An Grianán Theatre Management Company Limited by Guarantee
(A Company Limited by Guarantee and not having Share Capital)**

**Notes to the financial statements (continued)
Financial year ended 31 December 2018**

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

Government grants are recognised using the accrual model.

Under the accrual model, government grants relating to revenue are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate. Grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the entity with no future related costs are recognised in income in the period in which it becomes receivable.

Grants relating to assets are recognised in income on a systematic basis over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income and not deducted from the carrying amount of the asset.

**An Grianán Theatre Management Company Limited by Guarantee
(A Company Limited by Guarantee and not having Share Capital)**

**Notes to the financial statements (continued)
Financial year ended 31 December 2018**

Financial instruments

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Where investments in non-convertible preference shares and non-puttable ordinary shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in the income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the income and expenditure, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in the income and expenditure immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised in the income or expenditure immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised in finance costs in the income and expenditure in the period in which it arises.

**An Grianán Theatre Management Company Limited by Guarantee
(A Company Limited by Guarantee and not having Share Capital)**

**Notes to the financial statements (continued)
Financial year ended 31 December 2018**

Trade and other debtors

Trade and other debtors are recognised initially at transaction price (including transaction costs) unless a financing arrangement exists in which case they are measured at amortised cost less any provision for impairment. A provision for impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables. The amount of the provision is the difference between the asset's carrying value and the present value of estimated cash flows, discounted at the effective interest rate. All movements in the level of the provision required are recognised in the income and expenditure.

Creditors and accruals

Creditors and accruals are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Cash and cash equivalents

Cash and cash equivalents include cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet.

5. Staff costs

The average number of persons employed by the company during the financial year, including the directors was 32 (2017: 33).

A breakdown of total employee remuneration (including salaries and other benefits) over €60,000, in increments of €10,000, is required under Department of Public Expenditure and Reform Circular 13/2014. One employee received employee benefits (excluding employer pension costs) within the a pay band of €60,000-€70,000 in 2018 (2017: 1 employee received employee benefits (excluding employer pension costs) within the a pay band of €60,000-€70,000. Total employer pension contributions in 2018 were €11,867 (2017: €11,261).

6. Appropriations of income and expenditure account

	2018	2017
	€	€
At the start of the financial year	(75,573)	(80,796)
(Deficit)/surplus for the financial year	(4,931)	5,223
At the end of the financial year	<u>(80,504)</u>	<u>(75,573)</u>

**An Grianán Theatre Management Company Limited by Guarantee
(A Company Limited by Guarantee and not having Share Capital)**

**Notes to the financial statements (continued)
Financial year ended 31 December 2018**

7. Tangible assets

	Plant and machinery	Fixtures, fittings and equipment	Computer equipment	Total
	€	€	€	€
Cost				
At 1 January 2018	219,093	78,712	53,494	351,299
Additions	37,280	949	10,575	48,804
At 31 December 2018	<u>256,373</u>	<u>79,661</u>	<u>64,069</u>	<u>400,103</u>
Depreciation				
At 1 January 2018	170,296	46,256	46,706	263,258
Charge for the financial year	9,616	4,147	6,333	20,096
At 31 December 2018	<u>179,912</u>	<u>50,403</u>	<u>53,039</u>	<u>283,354</u>
Carrying amount				
At 31 December 2018	<u>76,461</u>	<u>29,258</u>	<u>11,030</u>	<u>116,749</u>
At 31 December 2017	<u>48,797</u>	<u>32,456</u>	<u>6,788</u>	<u>88,041</u>

8. Stocks

	2018	2017
	€	€
Finished goods and goods for resale	<u>3,409</u>	<u>4,067</u>

If the stocks were stated at replacement cost (latest purchase price) the amounts would not differ materially from the above.

9. Debtors

	2018	2017
	€	€
Trade debtors	-	3,879
Other debtors	7,948	8,376
Prepayments	15,935	21,309
	<u>23,883</u>	<u>33,564</u>

**An Grianán Theatre Management Company Limited by Guarantee
(A Company Limited by Guarantee and not having Share Capital)**

**Notes to the financial statements (continued)
Financial year ended 31 December 2018**

10. Creditors: amounts falling due within one year

	2018	2017
	€	€
Amounts owed to credit institutions	-	13,296
Trade creditors	11,141	16,335
Other creditors including tax and social insurance	38,167	37,823
Accruals	17,816	18,744
Deferred income	167,184	92,727
	<u>234,308</u>	<u>178,925</u>

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

	2018	2017
	€	€
Government grants	<u>73,367</u>	<u>60,626</u>

**An Grianán Theatre Management Company Limited by Guarantee
(A Company Limited by Guarantee and not having Share Capital)**

**Notes to the financial statements (continued)
Financial year ended 31 December 2018**

12. Government grants

	2018	2017
	€	€
At the start of the financial year	86,317	29,283
Grants received or receivable	632,629	624,152
Released to income and expenditure	(590,363)	(567,118)
At the end of the financial year	<u>128,583</u>	<u>86,317</u>

The amounts recognised in the financial statements for government grants are as follows:

	2018	2017
	€	€
Recognised in the balance sheet		
Deferred government grants due within one year	44,410	18,611
Capital grants to be amortised within one year	10,806	7,080
Capital grants to be amortised after one year	73,367	60,626
	<u>128,583</u>	<u>86,317</u>
Recognised in income and expenditure account		
Government grants recognised directly in income	<u>590,363</u>	<u>567,118</u>

The company operates An Grianán Theatre under a cultural usage agreement with Donegal County Council and does not pay any rent for the use of the Theatre. Under the cultural usage agreement, Donegal County Council awarded a grant of €242,000 for 2018 towards the operational costs of the company. In addition Donegal County Council awarded €22,607 towards specific costs of the company, (primarily commercial rates). These amounts have been recorded as income of the company in the 2018 financial statements.

The company received €105,000 during 2018 from the Arts Council (and therefore indirectly from the Department of Culture, Heritage and the Gaeltacht) as an annual programming grant. This amount has been recognised as income in the financial statements of the company.

In February 2017, the Department of Culture, Heritage and the Gaeltacht awarded a grant of up to €46,420 to the company under Stream 1 of the Arts & Culture Capital Scheme 2016 - 2018. This grant was for the specific purpose of an enhancement project involving refurbishment to front of house and auditorium including lift modernisation, lighting and seating. The amount claimed in 2017 was €25,477 and the amount claimed in 2018 was €18,638. As at 31 December 2018, no amounts were due to the company from the Department of Culture, Heritage and the Gaeltacht.

During 2017, Donegal County Council agreed to match the funding provided by the Department of Culture, Heritage and the Gaeltacht in respect of the Arts & Culture Capital Scheme 2016 - 2018. As at 31 December 2017, €44,099 had been received from Donegal County Council of which €18,622 was deferred in the balance sheet. This amount of €18,622 was recognised during 2018.

**An Grianán Theatre Management Company Limited by Guarantee
(A Company Limited by Guarantee and not having Share Capital)**

**Notes to the financial statements (continued)
Financial year ended 31 December 2018**

The company operates a Community Employment Programme which is funded by the Department of Employment Affairs and Social Protection. During 2018, the company received €235,749 in funding towards scheme participants' salaries, as well as training and materials costs of which €209,950 has been recognised as income of the company. As at 31 December 2018, the company had received €44,410 of advance funding which has been recognised as deferred income.

13. Related party transactions

The directors did not receive any remuneration for their services to the company.

14. Ethical standards

In common with many other businesses of our size and nature the company uses its auditor to assist with the preparation of the financial statements.

15. Controlling party

The company is under the control of its members.

16. Limited by guarantee

The company is limited by guarantee and has no share capital. At 31 December 2018, the company had 16 members (31 December 2017 : 16), whose guarantee is limited to €1 each. The guarantee continues for one year after individual membership ceases.

17. Approval of financial statements

The board of directors approved these financial statements for issue on 13 September 2019.