

Our Little Brothers and Sisters Ireland

Financial Statements

For the Year ended 31st December 2019

Our Little Brothers and Sisters Ireland

Reference and Administrative details

Name of Charity: Our Little Brothers and Sisters Ireland

Charity Registration Number: 11953

Address of Offices: Our Little Brothers and Sisters Ireland,
C/O Viatores Christi,
8 New Cabra Road,
Phibsborough,
Dublin 7.

Vice President: Frank Krafft

Executive Committee: Sally Roddy
Karen Duffy
Pat Scully
Mary T McDonnell

Secretary: Noeline Quirke

Reporting Accountants: Walsh O'Brien Harnett,
Chartered Accountants,
104 Lower Baggot Street,
Dublin 2.

Principal Bankers: Bank of Ireland,
Dublin Airport,
County Dublin.

Our Little Brothers and Sisters Ireland

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Our Little Brothers and Sisters Ireland

Statement of Executive Committees' Responsibilities

The Executive Committee of Our Little Brothers and Sisters Ireland are required to prepare for each financial year financial statements which give a true and fair view of the state of affairs of Our Little Brothers and Sisters Ireland and of the incoming resources and application of resources for that year. In preparing those financial statements, they are required to:-

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare financial statements on the going concern basis unless it is inappropriate to presume that this basis applies.

The Executive Committee are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of Our Little Brothers and Sisters Ireland and to enable them to ensure that the financial statements comply with statutory requirements. They are also responsible for safeguarding the assets and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved on behalf of the Executive Committee :-

Noeline Quirke

Secretary

Sally Roddy

Treasurer

14th July 2020

Our Little Brothers and Sisters Ireland

Trustees' Report for the year ended 31st December 2019

INTRODUCTION

Our Little Brothers and Sisters Ireland is a non-profit charitable organisation based in Ireland. The Irish office was opened in 1997 and is a fundraising office for Nuestros Pequeños Hermanos ("NPH").

The Irish Revenue Commissioners have granted charitable exemption to the Organisation. The Charity Number is CHY 11953.

Nuestros Pequeños Hermanos ("NPH")

Nuestros Pequeños Hermanos is a non-profit charitable organisation, established by Father William B. Wasson in 1954, with the sole purpose of providing support for disadvantaged children in Mexico, South America, Central America and the Caribbean. The mission is to provide an extended family environment to orphaned, abandoned and disadvantaged children. NPH helps provide the children with food, clothing, shelter, medical care and an education. The philosophy of the organisation is to accept all children of the same family in that the children grow up with their brothers and sisters in a secure and loving environment where they are taught the values of work, sharing and responsibility.

Collaboration and Partnership

The goal of Our Little Brothers and Sisters-Ireland is to work in partnership and collaboration with Nuestros Pequeños Hermanos ("NPH") to support our nine homes through child sponsorship, personal appeals and by recruiting volunteers for our homes.

OBJECTIVES AND ACTIVITIES

The objectives of the Association are:

- to use any available means to set up orphanages to provide care for deprived and underprivileged children in Latin America and developing countries.
- to bring aid and assistance to any persons or communities in need, notably in developing countries.
- to make available to the orphanages, groups or persons, the training, material and personnel necessary for the exercise of their activities.
- to generally do any operations directly and indirectly linked to the objectives of the Association.

Principal Risks and Uncertainties

All significant activities undertaken are subject to a risk review as part of their initial assessment and implementation. Major risks are identified and ranked in terms of their potential impact and likelihood.

Our Little Brothers and Sisters Ireland

Trustees' Report for the year ended 31st December 2019

In the first half of 2020, the outbreak of Covid-19 spread throughout Asia, Europe and Worldwide. The initial impact of this has resulted in a significant worldwide slowdown in economic activity. In Ireland, the economic impact of this pandemic has been characterized by the temporary closure of many businesses in "non-essential" areas to ensure that people's movements are restricted in order to slow down the spread of the virus. The effect of Covid-19 presents many risks for the charity, the effects of which cannot be fully quantified at the time of approving the financial statements. As a result, the trustees consider the implications of the Covid-19 pandemic to be a significant uncertainty at the time of approving the financial statements. Although the effects cannot be fully determined, the trustees believe that the main risks associated with Covid-19 are as follows;

- an initial slow down in activity during the period of temporary closure
- a prolonged period of government recommendations and restrictions on the movement of people to contain the virus
- a potential reduction in economic activity following the recommencement of activities which may result in reduced funding from government bodies but an increased demand for the service
- a reduction in asset values

FINANCIAL REVIEW

Results for the Year

The Statement of Financial Activities (SOFA) is set out on page 6.

During the year, total incoming resources amounted to €185,765, with 100% of this being income from donations. Resources expended amounted to €152,635, with 99% being expended on direct charitable activities.

Net incoming resources for the year were €33,130.

Policy on reserves

It is the Executive Committees policy to keep minimal reserves. At 31st December 2019 Our Little Brothers and Sisters Ireland had total reserves of €51,117

Our Little Brothers and Sisters Ireland

Trustees' Report for the year ended 31st December 2019

Plans for the future

The trustees are not expecting to make any significant changes in the nature of the charity in the near future. Due to the generous support from Irish people after the Haiti earthquake in 2010, the organisation has grown and needs to transform its structure accordingly. The way forward for Our Little Brothers and Sisters-Ireland is to become a strong source of support for our many different programmes in the countries where we serve orphaned, abandoned and other at-risk children.

The future plans of Our Little Brothers and Sisters Ireland include maintaining personal contact with donors/sponsors and instigating resourceful fundraising activities. However at the time of approving the financial statements, the charity is exposed to the effects of the Covid-19 pandemic which has had a negative effect on its activities since the year end and has resulted in a lower than expected level of activity since the year end. In planning its future activities, the trustees will seek to develop the charities activities whilst managing the effects of the difficult operating period caused by this outbreak.

Events after the Balance Sheet date

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.

Since Our Little Brothers and Sisters Ireland does not have an office and trustees work on a voluntary basis from home, the charity remained operational during the period. While there has been some reduction in operating levels as a result of Covid-19, the trustees are confident that the charity will be fully operational once the period of restriction is lifted.

Approved on behalf of the Executive Committee:-

Noeline Quirke

Secretary

Sally Roddy

Treasurer

14th July 2020

**Our Little Brothers and Sisters Ireland
CHARTERED ACCOUNTANTS' REPORT**

**to the Trustees on the unaudited financial statements of Our Little Brothers and Sisters Ireland
for the year ended 31 December 2019**

In accordance with our engagement letter, we have prepared for your approval the financial statements of Our Little Brothers and Sisters Ireland for the year ended 31 December 2019 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and the related notes from the accounting records and from information and explanations you have given to us.

This report is made solely to the members of Our Little Brothers and Sisters Ireland, as a body, in accordance with the terms of our engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Our Little Brothers and Sisters Ireland and state those matters that we have agreed to state to the members of Our Little Brothers and Sisters Ireland, as a body, in this report in accordance with the guidance of Chartered Accountants Ireland. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Our Little Brothers and Sisters Ireland and its members, as a body, for our work or for this report.

We have carried out this engagement in accordance with guidance issued by Chartered Accountants Ireland and have complied with the ethical guidance laid down by Chartered Accountants Ireland relating to members undertaking the compilation of financial statements.

It is your duty to ensure that Our Little Brothers and Sisters Ireland has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and surplus of Our Little Brothers and Sisters Ireland. You consider that Our Little Brothers and Sisters Ireland is exempt from the statutory audit requirement for the year

We have not been instructed to carry out an audit or a review of the financial statements of Our Little Brothers and Sisters Ireland. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

WALSH O'BRIEN HARNETT

Chartered Accountants
104 Lower Baggot Street
Dublin 2

30th July 2020

Our Little Brothers and Sisters Ireland

**Statement of Financial Activities
for the year ended 31st December 2019**

	Notes	Unrestricted Funds 2019 €	Restricted Funds 2019 €	Total Funds 2019 €	Total Funds 2018 €
Income					
Donations	3	185,765	-	185,765	89,903
Total Incoming Resources		<u>185,765</u>	<u>-</u>	<u>185,765</u>	<u>89,903</u>
Expenditure on:					
Charitable activities	4	152,635	-	152,635	76,075
Total Resources Expended		<u>152,635</u>	<u>-</u>	<u>152,635</u>	<u>76,075</u>
Net incoming resources before transfers		<u>33,130</u>	<u>-</u>	<u>33,130</u>	<u>13,828</u>
Net movement in funds for the year		33,130	-	33,130	13,828
Total funds brought forward		<u>17,987</u>	<u>-</u>	<u>17,987</u>	4,159
Total funds carried forward		<u><u>51,117</u></u>	<u><u>-</u></u>	<u><u>51,117</u></u>	<u>17,987</u>

Approved on behalf of the Executive Committee:-

Noeline Quirke

Secretary

Sally Roddy

Treasurer

14th July 2020

Our Little Brothers and Sisters Ireland

**Balance Sheet
as at 31st December 2019**

	Notes	€	2019 €	€	2018 €
Current Assets					
Cash at bank and in hand		<u>54,737</u>		<u>21,607</u>	
		54,737		21,607	
Creditors: amounts falling due within one year	5	<u>(3,620)</u>		<u>(3,620)</u>	
Net Current Assets			<u>51,117</u>		<u>17,987</u>
Net Assets			<u><u>51,117</u></u>		<u><u>17,987</u></u>
Reserves					
Accumulated Fund	7		<u><u>51,117</u></u>		<u><u>17,987</u></u>

Approved on behalf of the Executive Committee:-

Noeline Quirke

Secretary

Sally Roddy

Treasurer

14th July 2020

Our Little Brothers and Sisters Ireland

Cash Flow Statement for the year ended 31 December 2019

	Notes	2019 €	2018 €
Reconciliation of net movement in funds to net cash inflow from operating activities			
Net movement in funds		33,130	13,828
Increase in creditors		-	716
Net cash inflow from operating activities		33,130	14,544
Net funds at 1st January 2019		21,607	7,063
Net funds at 31st December 2019		54,737	21,607

Our Little Brothers and Sisters Ireland
Notes to the Financial Statements
for the year ended 31st December 2019

1. Accounting Policies

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

1.1. Basis of Preparation

The financial statements have been prepared on the going concern basis under the historical cost convention. The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)", Irish statute comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The charity has applied the Charities SORP on a voluntary basis as its application is not a requirement of the current regulations for charities registered in the Republic of Ireland.

The charity has formatted the Statement of Financial Activities and the Balance Sheet in order to comply with the requirements of the Charities SORP and are in compliance with section 4.7, 10.6 and 15.2 of that SORP.

1.2. Recognition of Income

Income represents income from voluntary sources which is accounted for on receipt.

1.3. Expenditure

All expenditure is accounted for on an accruals basis. Expenditure comprises of the following:

- a) Charitable activities expenditure comprises expenditure on the company's primary charitable purposes.
- b) Governance costs comprise the costs directly attributable to the organisational procedures and the necessary legal procedures for compliance with statutory requirements.

1.4. Donations

Donations are recognised when receivable or when the organisation becomes legally entitled to them.

1.5. Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction or at the contracted rate. The resulting monetary assets and liabilities are converted at the balance sheet rate or the contracted rate and the exchange differences are dealt with in the Statement of Financial Activities.

Our Little Brothers and Sisters Ireland
Notes to the Financial Statements
for the year ended 31st December 2019

1.6. Cash and cash equivalents

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.

1.7. 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.

1.8. Restricted Funds

Restricted funds represent income received which can only be used for particular purposes, as specified by the donors. Such purposes are within the overall objectives of the company.

1.9. Unrestricted Funds

Unrestricted funds represent funds which are expendable at the discretion of Our Little Brothers and Sisters Ireland in the furtherance of the objects of the Organisation.

Designated funds are amounts which have been put aside at the discretion of Our Little Brothers and Sisters Ireland.

2 Going Concern

The charity made a surplus of €33,130, has net current assets of €51,117 and net assets of €51,117 at the year end.

During the first quarter of 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.

Our Little Brothers and Sisters Ireland has continued to operate during this period and has not seen a significant effect on its activities as a result of the virus. The trustees have prepared budgets for the upcoming 12 months which show that the charity will continue as a going concern.

The financial statements have been prepared on a going concern basis.

Our Little Brothers and Sisters Ireland
Notes to the Financial Statements
for the year ended 31st December 2019

3. Income	Unrestricted	Restricted	2019	2018
	Funds	Funds		
	€	€	€	€
Donations	185,765	-	185,765	89,903
	<u>185,765</u>	<u>-</u>	<u>185,765</u>	<u>89,903</u>
4. Expenditure				
4.1 Charitable Activities	Direct	Other	Support	2019
	Cost	Costs	Costs	2018
	€	€	€	€
Expenditure on charitable activities	150,630	-	-	150,630
Governance Costs (Note 4)	-	-	2,005	2,438
	<u>150,630</u>	<u>-</u>	<u>2,005</u>	<u>152,635</u>
	<u>150,630</u>	<u>-</u>	<u>2,005</u>	<u>152,635</u>
4.2 Governance Costs	Direct	Other	Support	2019
	Cost	Costs	Costs	2018
	€	€	€	€
Accountancy Fees	-	-	2,005	2,438
	<u>-</u>	<u>-</u>	<u>2,005</u>	<u>2,438</u>
	<u>-</u>	<u>-</u>	<u>2,005</u>	<u>2,438</u>
5. Creditors: Amounts falling due within one year			2019	2018
			€	€
Accruals			<u>3,620</u>	<u>3,620</u>

Our Little Brothers and Sisters Ireland
Notes to the Financial Statements
for the year ended 31st December 2019

6. 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.

This has had a negative impact on the charity since the year end and 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.

7. Accumulated Funds	2019	2018
	€	€
Designated Funds	<u>51,117</u>	<u>17,987</u>
	<u><u>51,117</u></u>	<u><u>17,987</u></u>

8. Approval of financial statements

The financial statements were approved by the Executive Committee and authorised for issue on 14th July 2020.