

Charity Registration No. 20064044

Company Registration No. 421395 (Ireland)

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

LEGAL AND ADMINISTRATIVE INFORMATION

Directors	Kevin Mulcahy Michael Molloy Edmond P. Cahill Anthony O'Leary David Mullane Richard Martin Michael Maher Norma O'Callaghan Ann Doherty Hillary O'Shea Daniel McKenna
Secretary	Kevin Mulcahy
Charity number	20064044
Company number	421395
Principal address	Room 8, Main Concourse, Cork University Hospital, Wilton, Cork, Ireland. T12 DC4A
Registered office	Room 8, Main Concourse, Cork University Hospital, Wilton, Cork, Ireland. T12 DC4A.
Auditor	Moore Chartered Accountants & Statutory Audit Firm, 83 South Mall, Cork.
Bankers	Permanent TSB, 1 Curraheen Road Bishopstown Cork.
Solicitors	JW O'Donovan Solicitors 53 South Mall Cork

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

CONTENTS

	Page
Trustees' report	1 - 3
Statement of trustees' responsibilities	4
Independent auditor's report	5 - 7
Statement of financial activities	8
Balance sheet	9
Statement of cash flows	10
Notes to the financial statements	11 - 23

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

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

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2014 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2019), or Charities Statement of Recommended Practice (Charities SORP) as it is commonly referred to in the sector.

Objectives and activities

The company, Cork University Hospital Charity Company Limited by Guarantee which has a charitable status (CHY 20064044), was established with the aim of provided a wide range of life changing and life saving facilities and services for patients in Cork University Hospital, covering a region of up to 1.5 million people. Operating as a centre of excellence for over 42 different medical and surgical specialities on the campus including Cancer Services, Cardiac and Renal Services, Paediatrics, Neurosciences, Renal Medicine, Obstetrics and Emergency Medicine, CUH is unique as it is the only Level 1 Trauma Hospital in the country.

Principal risk and uncertainty

The main risk facing the charity is the financial risk associated with the nature of its revenue source being donations which are dependent on the prevailing economic climate and as such may fluctuate.

The trustees have assessed the major risks to which the charity is exposed and are satisfied that systems are in place to mitigate exposure to the major risks. Financial procedures and controls have been reviewed and updated. Committees have been established in respect of Finance, Strategic Fundraising, Governance and HR in order to provide enhanced scrutiny and control of the charity's business and operational affairs. The charity is developing a strategic plan which will identify and assess opportunities and major risks and actions to mitigate same.

Achievements and performance

The total income for the year ended 31 December 2020 is €1,575,944 reflecting a 106% increase in income on the previous financial year. While all schedules fundraising events were cancelled or severely curtailed, in spite of this uncertainty and challenges posed by the COVID-19 pandemic, support from the general public, grateful patients and families along with staff, remained steady and this, together with strong corporate donations, contributed to this outturn.

In total €185,000 was received under the umbrella heading of COVID-19 both from the general public and corporates. This will support a staff garden / wellness area (work is underway) together with an Operational Hub (in situ) and a number of smaller projects identified by staff.

A very successful appeal was launched to secure funding to purchase an Ion Torrent Genexus Sequencer for Cancer Services. This equipment will enable consultants to accurately test multiple cancer genes using a single specimen, allow more timely results enabling patients to commence highly targeted, personalised therapies, uncover novel treatment options and gain early access to clinical trials. The equipment will also support on-going research into cancer genetics. The sequencer was ordered and delivered at the end of 2020.

A number of significant pieces of equipment were purchased for Children's Services including a TIMS system, Telementary System, Echocardiography Unit, Video Fluoroscopy equipment, Ultrasound Scanner, Video-Naso-Pharyngo-Laryngoscope and a Cuddle Cot. Some of these items were made possible by the generosity of the public in response to a TV appeal by a bereaved family.

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

Significant support was provided to the charity by corporate donors in the areas of Stroke Services and Neonatal Sanctum and Family Room. Donations of hardware were also received, including tablets and iPads. This enabled face to face contact between patients and family in times when visiting was very limited. The charity purchased additional hardware, antimicrobial covers and docking stations to further support the project.

The sum of €200,000 was allocated by the charity towards the equipping of a new rehabilitation area and gym in the Stroke Unit which is now operational.

We expended €986,804 compared to a total of €192,093 in the previous year on charitable activities to departments and programmes in the hospital.

In addition to the expenditure mentioned above, funds were also provided during the year for educational activities in Oncology, ICU and Paediatrics together with a number of research projects.

The charity supported the publication of information and educational brochures in the Irish Examiner in the areas of Stroke and Paediatrics.

Financial assistance was provided to a number of Oncology patients from the Breda McGrath Memorial Fund.

Financial review

The results for the year are set out on page 8. The charity had a surplus of €344,007 in the year ended 31 December 2020 and had reserves of €2,994,245 as per the balance sheet at 31 December 2020.

Post balance sheet events

All planned fundraising activities which would be a source of unrestricted funds to support the running of the charity office and general charitable activities remain cancelled (eg. most sporting events, dinners, lunches) or, at best, severely curtailed due to social distancing and restrictions on crowd sizes in accordance with Government and NPHE recommendations. The most significant of these events was our annual Gala Ball.

While easing of restrictions commenced in the latter part of 2021, indoor events and activities involving large groups are not yet envisaged.

Despite the above, due to the development of new and emerging channels of income, performance year to date 2021 is on par with 2020. Furthermore, the level of support received from grateful patients families, staff, community and corporate sources remains strong and consistent.

Structure, governance and management

The charity is a company limited by guarantee. There is a voluntary board of trustees and the charity is structured with an overall Head of Fundraising and a Finance Committee.

The trustees, who are also the directors for the purpose of company law, and who served during the year were:

Kevin Mulcahy
Michael Molloy
Edmond P. Cahill
Anthony O'Leary
David Mullane
Richard Martin
Michael Maher
Norma O'Callaghan
Ann Doherty

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

Hillary O'Shea
Daniel McKenna

Administrative Details

Charity Number : 20064044
Company Number : 421395

Auditor

In accordance with the Companies Act 2014, section 383(2), Moore continue in office as auditors of the charity.

Disclosure of information to auditor

Each of the trustees in office at the date of approval of this annual report confirms that:

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

On behalf of the board

Kevin Mulcahy
Director

Michael Molloy
Director

Dated: 4 October 2021

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2020

The company trustees' are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable Irish law and Accounting Standards (Ireland Generally Accepted Accounting Practice).

The law applicable to companies in Ireland requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the incoming resources and application of resources of the company for that year.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2014. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Kevin Mulcahy
Director

Michael Molloy
Director

Dated: 4 October 2021

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

Opinion

We have audited the financial statements of Cork University Hospital Charity Company Limited by Guarantee ("the company") for the year ended 31 December 2020 which comprise the statement of financial activities, balance sheet, statement of cash flows and notes to the financial statements, including the summary of significant accounting policies set out in note 1. 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 applying that framework, the Trustees have elected to have regard to the Statement of Recommended Practice applicable to charities in preparing their financial statements in accordance with FRS 102 (revised 1 January 2019) ("the Charities SORP").

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 year then ended;
- have been properly prepared in accordance with FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* as applied in accordance with provisions of the Companies Act 2014 and having regards to the Charities SORP; 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 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 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 trustees' use of the going concern basis of accounting in 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 were authorised for issue.

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

Other information

The trustees 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.

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF CORK UNIVERSITY HOSPITAL CHARITY 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 the Trustees' Report.

We have nothing to report in respect of our obligation under the Companies Act 2014 to report to you if, in our opinion, the disclosures of the trustees remuneration and transactions specified by sections 305 to 312 of the Act are not made.

Matters on which we are required to report 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 trustees' report for the financial year for which the financial statements are prepared are consistent with the financial statements; and
- the trustees' 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 accounting records.

Respective responsibilities

Responsibilities of trustees' for the financial statements

As explained more fully in the trustees' responsibilities statement, the trustees 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 the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees 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 operations, or have 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 company's 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 the financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Irish Auditing and Accounting Supervisory Authority'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.

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

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

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 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.

John Callaghan
for and on behalf of Moore
Chartered Accountants and
Statutory Audit Firm,
83 South Mall,
Cork.

Date signed: 15 October 2021

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted funds €	Restricted funds €	Total 2020 €	Total 2019 €
<u>Income and endowments from:</u>					
Donations and income from fundraising	4	259,037	-	259,037	234,028
Income from charitable activities	5	-	1,314,619	1,314,619	532,539
Other income	6	2,288	-	2,288	-
Total income and endowments		261,325	1,314,619	1,575,944	766,567
<u>Expenditure on:</u>					
Raising funds	7	56,121	-	56,121	109,977
Charitable activities	8	189,012	986,804	1,175,816	376,562
Total resources expended		245,133	986,804	1,231,937	486,539
Net income for the year/ Net movement in funds		16,192	327,815	344,007	280,028
Opening fund balances		60,112	2,590,126	2,650,238	2,370,210
Closing fund balances		76,304	2,917,941	2,994,245	2,650,238

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE**BALANCE SHEET****AS AT 31 DECEMBER 2020**

	Notes	2020		2019	
		€	€	€	€
Fixed assets					
Tangible assets	12		8,931		7,416
Current assets					
Debtors	14	2,158		3,547	
Cash at bank and in hand		3,151,943		2,680,757	
		<u>3,154,101</u>		<u>2,684,304</u>	
Creditors: amounts falling due within one year	15	(168,787)		(41,482)	
Net current assets			2,985,314		2,642,822
Total assets less current liabilities			<u>2,994,245</u>		<u>2,650,238</u>
Income funds					
Restricted funds	17	2,917,941		2,590,126	
Unrestricted funds		76,304		60,112	
		<u>2,994,245</u>		<u>2,650,238</u>	

The financial statements were approved by the board of directors and authorised for issue on 4 October 2021 and signed on its behalf by:

Kevin Mulcahy
Trustee

Michael Molloy
Trustee

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020		2019	
		€	€	€	€
Cash flows from operating activities					
Cash generated from operations	21		476,808		309,498
Investing activities					
Purchase of tangible fixed assets	12	(5,622)		-	
Net cash used in investing activities			(5,622)		-
Net cash used in financing activities			-		-
Net increase in cash and cash equivalents			471,186		309,498
Cash and cash equivalents at beginning of year			2,680,757		2,371,259
Cash and cash equivalents at end of year			3,151,943		2,680,757

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

Charity information

Cork University Hospital Charity Company Limited by Guarantee is a company limited by guarantee and has no share capital. In the event of the company being wound up, the liability in respect of the guarantee is limited €1 per member of the charity. The registered office is Room 8, Main Concourse, Cork University Hospital, Wilton, Cork, Ireland. T12 DC4A. which is also the address where the charity conducts its business.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"), "Accounting and Reporting by Standard Charities" the Statement of Recommended Practice for charities applying FRS 102 and the requirements of the Companies Act 2014. The company is a Public Benefit Entity as defined by FRS 102.

Cork University Hospital Charity Company Limited by Guarantee has applied the recommendations contained in the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) which is effective from 1 January 2019 in preparing the financial statements.

The financial statements are prepared in euros, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest €.

The financial statements have been prepared on the historical cost convention and the principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees' continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from use by the charity of the item is probable and that economic benefit can be measured reliably.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised as expenditure in the period of receipt.

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grant will be received.

A grant that specifies performance conditions is recognised in Income when the performance conditions are met. Where a grant does not specify performance conditions, it is recognised in Income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

1.5 Resources expended

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the companies activities. These costs have been allocated between the cost of raising funds and expenditure on charitable activities. The bases on which support costs have been allocated are set out in note 9.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Office Equipment	20% SL
Computer Equipment	20% SL

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/(expenditure) for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts.

1.9 Financial instruments

The Company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised when the charity becomes party to the contractual provisions of the instrument.

Financial assets are offset, with the net amounts presented in the financial statements when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.10 Taxation

No charge to taxation arises due to the tax exempt status of Cork University Hospital Charity Company Limited by Guarantee. This is in accordance with the provisions of Section 207 (as applicable to companies by Section 76), Section 609 (Capital Gains Tax) and Section 266 (Deposit Interest Retention Tax) of the Taxes Consolidation Act, 1997 under charity number CHY20064044.

The company is eligible for the scheme of tax relief for donations to eligible charities and approved bodies in relation to Income tax refunds on donations in excess of €250 (Section 848A Taxes Consolidation Act, 1997).

As a charity, the company cannot recover VAT paid. As such all VAT is expenses in the statement of financial activities, other than what is recovered through the VAT Compensation Scheme for Charities.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Critical judgements

The trustees are of the view that there are no judgements (apart from those involving estimates) in applying their accounting policies that have had a significant effect on amounts recognised in the financial statements.

Annual Depreciation Charge

The annual depreciation charge for tangible fixed assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets.

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

2 Critical accounting estimates and judgements (Continued)

Key sources of estimation uncertainty

The trustees are of the view that there are no estimates or assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities.

3 Government grants

During the year the company received government grants totalling €10,925 relating to wage and salary supports by availing of the temporary wages subsidy scheme. The amount received has been netted against the wage and salary expense in the statement of financial activities.

4 Donations and income from fundraising

	2020	2019
	€	€
Donations and gifts	259,037	234,028
	<u> </u>	<u> </u>

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

5	Income from charitable activities	Cancer services €	Paediatric services €	Other services €	Maternity services €	Cardiology services €	Neurology services €	Total 2020 €	Total 2019 €
	Income from charitable activities	623,955	210,372	220,919	134,547	637	124,189	1,314,619	532,539
	Analysis by fund								
	Restricted funds	623,955	210,372	220,919	134,547	637	124,189	1,314,619	
	For the year ended 31 December 2019								
	Restricted funds	250,256	127,352	80,845	19,976	4,881	49,229		532,539

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

6 Other income

	2020	2019
	€	€
VAT reclaimable	2,288	-
	<u>2,288</u>	<u>-</u>

7 Raising funds

	2020	2019
	€	€
<u>Fundraising and publicity</u>		
Direct costs	2,421	55,977
Staff costs	53,700	54,000
	<u>56,121</u>	<u>109,977</u>
Fundraising and publicity	56,121	109,977
	<u>56,121</u>	<u>109,977</u>

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

8 Charitable activities

	Restricted Funds €	General Funds €	Total 2020 €	Total 2019 €
Marketing, Advertising & Public relation Costs	-	14,148	14,148	2,569
Distribution of funds	986,804	-	986,804	192,093
	986,804	14,148	1,000,952	194,662
Share of support costs (see note 9)	-	159,616	159,616	165,067
Share of governance costs (see note 9)	-	15,248	15,248	16,833
	986,804	189,012	1,175,816	376,562
Analysis by fund				
Unrestricted funds	-	189,012	189,012	
Restricted funds	986,804	-	986,804	
	986,804	189,012	1,175,816	
For the year ended 31 December 2019				
Unrestricted funds	-	184,469		184,469
Restricted funds	192,093	-		192,093
	192,093	184,469		376,562

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

9 Support and governance costs

	Support costs	Governance costs	2020	2019	Basis of allocation
	€	€	€	€	
Staff costs	125,828	8,950	134,778	140,720	
Depreciation	4,107	-	4,107	3,961	
Insurance	5,177	-	5,177	4,598	Actual invoices received
Computer costs	8,126	-	8,126	3,703	Actual invoices received
Accountancy fees	2,739	-	2,739	8,264	Actual invoices received
Subscriptions	3,851	-	3,851	4,888	Actual invoices received
Bank charges	708	-	708	2,478	Actual invoices received
Stationery, printing &	91	-	91	942	Actual invoices received
Telephone	5,246	-	5,246	3,442	Actual invoices received
Sundry expenses	2,911	-	2,911	1,071	Actual invoices received
Travel and expenses	832	-	832	-	Actual invoices received
Audit fees	-	7,103	7,103	6,988	Actual invoices received
Legal and professional	-	(805)	(805)	845	Actual invoices received
	<u>159,616</u>	<u>15,248</u>	<u>174,864</u>	<u>181,900</u>	
Analysed between					
Charitable activities	<u>159,616</u>	<u>15,248</u>	<u>174,864</u>	<u>181,900</u>	

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the company during the year.

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

11 Employees

Number of employees

The average monthly number employees during the year was:

	2020	2019
	Number	Number
Full time staff	2	2
Part time staff	2	2
	<u>4</u>	<u>4</u>

Employment costs

	2020	2019
	€	€
Wages and salaries	163,525	171,324
Social security costs	17,753	17,996
Pension costs	7,200	5,400
	<u>188,478</u>	<u>194,720</u>

The number of employees whose annual remuneration was €60,000 or more were:

	2020	2019
	Number	Number
Above €90,000	<u>1</u>	<u>1</u>

12 Tangible fixed assets

Current financial year

	Office	Computer	Total
	Equipment	Equipment	€
	€	€	€
Cost			
At 1 January 2020	4,134	23,228	27,362
Additions	2,651	2,971	5,622
	<u>6,785</u>	<u>26,199</u>	<u>32,984</u>
Depreciation and impairment			
At 1 January 2020	3,251	16,695	19,946
Depreciation charged in the year	1,047	3,060	4,107
	<u>4,298</u>	<u>19,755</u>	<u>24,053</u>
Carrying amount			
At 31 December 2020	<u>2,487</u>	<u>6,444</u>	<u>8,931</u>
At 31 December 2019	<u>883</u>	<u>6,533</u>	<u>7,416</u>

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

12 Tangible fixed assets	(Continued)		
<i>Prior financial year</i>	Office Equipment €	Computer Equipment €	Total €
Cost			
At 1 January 2019	4,134	23,228	27,362
At 31 December 2019	4,134	23,228	27,362
Depreciation and impairment			
At 1 January 2019	2,543	13,442	15,985
Depreciation charged in the year	708	3,253	3,961
At 31 December 2019	3,251	16,695	19,946
Carrying amount			
At 31 December 2019	883	6,533	7,416
At 31 December 2018	1,591	9,786	11,377
13 Financial instruments		2020	2019
		€	€
Carrying amount of financial liabilities			
Measured at amortised cost		117,571	22,802
14 Debtors		2020	2019
		€	€
Amounts falling due within one year:			
Prepayments and accrued income		2,158	3,547
15 Creditors: amounts falling due within one year		2020	2019
		€	€
Other taxation and social security		51,216	18,680
Accruals and deferred income		117,571	22,802
		168,787	41,482

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

16 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

	2020	2019
	€	€
Pension costs	7,200	5,400
	<u>7,200</u>	<u>5,400</u>

17 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 January 2020	Movement in funds		Balance at 31 December 2020
	€	Incoming resources	Distribution of funds	€
		€	€	
Cancer Services	408,961	623,955	(641,304)	391,612
Paediatrics	1,546,841	210,372	(296,377)	1,460,836
Other Restricted Funds	358,048	220,919	(12,369)	566,598
Neo Natal Maternity	97,372	134,547	(13,125)	218,794
Cardiology	89,539	637	(1,600)	88,576
Neurology	89,365	124,189	(22,029)	191,525
	<u>2,590,126</u>	<u>1,314,619</u>	<u>(986,804)</u>	<u>2,917,941</u>

18 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total
	€	€	€
Fund balances at 31 December 2020 are represented by:			
Tangible assets	8,931	-	8,931
Current assets/(liabilities)	67,373	2,917,941	2,985,314
	<u>76,304</u>	<u>2,917,941</u>	<u>2,994,245</u>

CORK UNIVERSITY HOSPITAL CHARITY COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

19 Events after the reporting date

All planned fundraising activities which would be a source of unrestricted funds to support the running of the charity office and general charitable activities remain cancelled (eg. most sporting events, dinners, lunches) or, at best, severely curtailed due to social distancing and restrictions on crowd sizes in accordance with Government and NPHET recommendations. The most significant of these events was our annual Gala Ball.

While easing of restrictions commenced in the latter part of 2021, indoor events and activities involving large groups are not yet envisaged.

Despite the above, due to the development of new and emerging channels of income, performance year to date 2021 is on par with 2020. Furthermore, the level of support received from grateful patients families, staff, community and corporate sources remains strong and consistent.

20 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2020	2019
	€	€
Aggregate compensation	110,692	95,400

21 Cash generated from operations

	2020	2019
	€	€
Surplus for the year	344,007	280,028
Adjustments for:		
Depreciation and impairment of tangible fixed assets	4,107	3,961
Movements in working capital:		
Decrease/(increase) in debtors	1,389	(215)
Increase in creditors	127,305	25,724
Cash generated from operations	476,808	309,498

Analysis of changes in net funds

	1 January 2020	Cash flows	31 December 2020
	€	€	€
Cash at bank and in hand	2,680,757	471,186	3,151,943

23 Approval of financial statements

The board of directors approved the financial statements for issue on the 4 October 2021.