

**SPORT IRELAND FACILITIES DESIGNATED ACTIVITY COMPANY
COMPANY REGISTRATION NUMBER: 419329**

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR 1 JANUARY 2022 TO 31 DECEMBER 2022

Financial Statements of Sport Ireland Facilities Designated Activity Company
1 January 2022 to 31 December 2022

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COMPANY INFORMATION

| | |
|---------------------------|---|
| Board of Directors | Caroline Murphy Patrick O'Connor (resigned 5 th July 2023) Susan Grady Roger O'Connor Jerry Grant Páraic Duffy Michelle Tanner |
| Company Secretary | Sinead Gordon (appointed 4 th May 2022) |
| Registered Office | IIS Building Sport Ireland Campus Blanchardstown Dublin 15 |
| Auditors | Comptroller & Auditor General 3A Mayor Street Upper Dublin 1 |
| Bankers | Bank of Ireland Blanchardstown Dublin 15 |
| Solicitors | Philip Lee Solicitors Connaught House One Burlington Road Dublin 4 |
| Company Number | 419329 |

DIRECTORS' REPORT AND RESPONSIBILITY STATEMENT

The directors present their report and the financial statements of the company for the financial year 1 January 2022 to 31 December 2022.

Principal Activities and Business Review

The company was initially incorporated in April 2006. It is a fully owned subsidiary of Sport Ireland. The company has responsibility for the management of a number of sporting facilities as set out below.

| <i>Sport Ireland Facilities – assets reflected in Sport Ireland financial statements</i> |
|---|
| <ul style="list-style-type: none">• National Aquatic Centre• National Horse Sport Arena• National Pentathlon Centre• Multi Sports Pitches• National Diving Centre• Campus Conference Centre• Turf pitches• National Cross Country Track Facility• Sport Ireland National Indoor Arena |
| <i>Assets reflected in Fingal County Council financial statements</i> |
| <ul style="list-style-type: none">• Morton Stadium (agreement ended in May 2022) |

The company's financial statements record the turnover generated from operating the facilities and the costs incurred in their operation. The company also receives grants (both current and capital) from Sport Ireland (sponsoring Department is the Department of Tourism, Culture, Arts, Gaeltacht, Sport and Media), from Fingal County Council and from Dublin City Council.

Capital Grants

The Company received capital grants totaling €2,203,635 from Sport Ireland to fund refurbishment and maintenance programmes in 2022.

People in our Business

The well-being of the Company's employees is safeguarded through strict adherence to health and safety standards. The Safety, Health and Welfare at Work legislation imposes certain requirements on employers and the Company has taken the necessary action to ensure compliance with it.

Results and Dividends

The trading results for the financial year to 31 December 2022 and the company's financial position at the end of that year are shown in the attached financial statements. Whilst the relaxation of Covid-19 restrictions at the end of January 2022 had a positive impact on income for the year, the increasing costs of energy have resulted in higher gas and electricity bills across the campus.

The directors have not recommended the payment of a dividend.

The surplus for the financial year amounted to €44,145, leaving the closing reserves at €405,803.

Legal Status

The Company re-registered under the Companies Act, 2014 as a DAC-Designated Activity Company.

Directors' Responsibility Statement

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 Irish Generally Accepted Accounting Practice including FRS102 "The Financial Reporting Standard applicable in the UK and the Republic of Ireland" ("Irish GAAP"). Under the 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 profit or loss 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 judgements and 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;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors confirm that they have complied with the above requirements in preparing the financial statements.

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

The company has not traded for the acquisition of gain by the member. In accordance with Section 291 of the Companies Act, 2014 the company is required to prepare in respect of each financial year, entity financial statements which comply with the formats as set out in Schedule 3 of the Companies Act, 2014. The company has availed of Section 291(5) of the Companies Act, 2014 and prepared a statement of income and expenditure and retained reserves in place of a profit and loss account. The directors of the company believe that the information provided in the statement of income and expenditure and retained reserves reflects the nature of the operating activities of the company and provides a true and fair view of its income and expenditure for the financial year. This departure has no effect on the company's results for the financial year.

Accounting Records

The directors believe that they have complied with the requirements of Sections 281 to 285 of the Companies Act, 2014 with regard to keeping adequate accounting records by employing persons with appropriate expertise and by providing adequate resources to the financial

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1 January 2022 to 31 December 2022

function. The accounting records are held at Sport Ireland National Indoor Arena, Sport Ireland Campus, Snugborough Road, Blanchardstown, Dublin 15.

Relevant audit information

In accordance with section 332 of Companies Act 2014 the directors believe that they have taken all steps necessary to make themselves aware of any relevant audit information and have established that the statutory auditors are aware of that information. In so far as they are aware there is no relevant information of which the auditors are unaware.

Auditors

The Comptroller and Auditor General was appointed auditor of the company under Section 5(1)(a)(v) of the Comptroller and Auditor General Act, 1993.

List of Directors and Secretary

The list of each person who was a director and secretary anytime during the financial year are:

| | 2022 | 2021 |
|-----------|------------------|------------------|
| Director | Caroline Murphy | Caroline Murphy |
| Director | Patrick O'Connor | Patrick O'Connor |
| Director | - | Frances Kavanagh |
| Director | Susan Grady | Susan Grady |
| Director | Roger O'Connor | Roger O Connor |
| Director | Jerry Grant | Jerry Grant |
| Director | Páraic Duffy | Páraic Duffy |
| Director | Michelle Tanner | - |
| Secretary | Colm McGinty | Colm McGinty |
| Secretary | Sinead Gordon | - |

On the 16 February 2022, Michelle Tanner was appointed as a director. Colm McGinty resigned as company secretary on 4 May 2022. Sinead Gordon was appointed company secretary on 4 May 2022. Patrick O'Connor resigned as a director on 5 July 2023.

Principal risks and uncertainties

The company faces a number of risks and uncertainties including the generation of income which is linked to the National Aquatic Centre and other facilities. This is affected by participation in sport and performance of the economy as a whole. The company has considered the risks and is in a position to respond quickly to changes in economic conditions to ensure its business objectives are achieved.

Directors and interests

The directors who held office at 31 December 2022 are listed on page 3. The directors and secretary at 31 December 2022 had no interests in the share capital of the company or its parent, Sport Ireland. The directors received no fees or expenses during the year (2021: Nil).

Governance Statement

The Board of Sport Ireland Facilities DAC was established under the NSCDA Act, 2006. Sport Ireland was established on 1 October 2015 pursuant to the Sport Ireland Act 2015, dissolving the NSCDA and transferring all of its employees, lands & other property, rights & liabilities to Sport Ireland on that date. The Board is accountable to Sport Ireland and is responsible for ensuring good governance and performs this task by setting strategic objectives and targets and

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taking strategic decisions on all key business issues. The regular day-to-day management, control and direction of the company are the responsibility of the Chief Operating Officer (COO) and the senior management team. The COO and the senior management team must follow the broad strategic direction set by the Board and must ensure that all Board members have a clear understanding of the key activities and decisions related to the entity, and of any significant risks likely to arise. The COO acts as a direct liaison between the Board and management of Sport Ireland Facilities DAC.

Key Management

Key management personnel includes the Chief Operating Officer (COO) and the Senior Management Team (SMT) who are involved in planning, directing and controlling the activities of the company.

Board Responsibilities

The work and responsibilities of the Board are set out in Register of Delegated Authority, which also contain the matters specifically reserved for Board decision. Standing items considered by the Board include:

- declaration of interests,
- financial reports/management accounts,
- performance reports, and
- reserved matters.

The Board's responsibilities in relation to the preparation of the financial statements are set out on page 5.

The Board considers that the financial statements of Sport Ireland Facilities DAC give a true and fair view of the financial performance and the financial position of Sport Ireland Facilities DAC at 31 December 2022.

Board Structure

At the Balance Sheet date, the Board consisted of a non-executive Chairman and six non-executive Directors, all of whom were appointed by Sport Ireland and meet on a regular basis. Patrick O'Connor resigned on 5th July 2023, and thus the Board now consists of a non-executive Chairman and five non-executive Directors. The table below details the appointment period for current members:

| Board Member | Role | Date appointed |
|---------------------|-------------|---------------------------------|
| Caroline Murphy | Director | 11 th June 2012 |
| Susan Grady | Director | 17 th September 2019 |
| Jerry Grant | Director | 14 th December 2020 |
| Páraic Duffy | Director | 10 th February 2021 |
| Michelle Tanner | Director | 16 th February 2022 |
| Roger O'Connor | Chairman | 12 th November 2019 |

The Board conducted a Board Effectiveness and Evaluation Review in November 2022.

Schedule of Attendances, Fees and Expenses

A schedule of attendance at the Board meetings for 2022 is set out below. All fees and expenses are paid by Sport Ireland and are reflected in their financial statements.

Financial Statements of Sport Ireland Facilities Designated Activity Company
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| Board Member | Number of Board meetings attended | Fees 2022 € | Expenses 2022 € |
|---------------------|--|------------------------|----------------------------|
| Caroline Murphy | 5 | - | - |
| Patrick O'Connor | 6 | - | - |
| Susan Grady | 5 | - | - |
| Jerry Grant | 6 | - | - |
| Roger O'Connor | 6 | - | - |
| Michelle Tanner | 4 | - | - |
| Páraic Duffy | 6 | - | - |
| Total | 6 | - | - |

Disclosures Required by the Code of Practice for the Governance of State Bodies (2016)

The Board is responsible for ensuring that Sport Ireland Facilities DAC has complied with the requirements of the Code of Practice for the Governance of State Bodies ("the Code"), as published by the Department of Public Expenditure and Reform in August 2016. The following disclosures are required by the Code:

Employee Short-Term Benefits

The number of employees whose total benefits for the year fell within each band of €25,000 from €50,000 upwards was:

| Band | No. of employees | |
|--------------------|-------------------------|-------------|
| | 2022 | 2021 |
| €50,000 - €74,999 | 9 | 6 |
| €75,000 - €99,999 | 7 | 6 |
| €100,000- €124,999 | 0 | 1 |
| €125,000-€149,999 | 1 | 1 |

Consultancy Costs

Consultancy costs include the cost of external advice to management that contributes to decision making or policy making and exclude outsourced 'business-as-usual' functions.

| | 2022 | 2021 |
|---|----------------|---------------|
| | € | € |
| Legal advice | 16,768 | 7,579 |
| Financial advice | - | - |
| Human resources advice | 6,208 | - |
| Business improvement advice | 108,238 | 59,176 |
| Other | 94,449 | 32,500 |
| Total consultancy costs | 225,663 | 99,255 |
| Consultancy costs capitalised | 78,961 | 33,516 |
| Consultancy costs charged to the Income and Expenditure and Retained Reserves | 146,702 | 65,739 |
| Total | 225,663 | 99,255 |

Legal Costs and Settlements

The table below provides an analysis of amounts recognised as expenditure in the reporting period in relation to legal proceedings and settlements relating to contracts with third parties. This does not include expenditure incurred in relation to general legal advice received by Sport Ireland Facilities DAC, which is disclosed in Consultancy costs above.

| | 2022 | 2021 |
|--------------|---------------|---------------|
| | € | € |
| Legal fees | 26,484 | 44,313 |
| Settlements | - | 38,000 |
| Total | 26,484 | 82,313 |

Travel & Subsistence Expenditure

Travel and subsistence expenditure incurred during the reporting period was:

| | 2022 | 2021 |
|---------------------------|--------------|------------|
| | € | € |
| Domestic - Employees | 1,292 | 123 |
| International - Employees | 3,472 | 0 |
| Total | 4,764 | 123 |

Hospitality Expenditure

Hospitality expenditure incurred during the reporting period was as follows:

| | 2022 | 2021 |
|--------------------|--------------|-----------|
| | € | € |
| Staff Hospitality | 3,737 | 0 |
| Client Hospitality | 156 | 15 |
| Total | 3,893 | 15 |

Compliance with Code of Practice for the Governance of State Bodies

Sport Ireland Facilities DAC complies with the Code of Practice for the Governance of State Bodies, which sets out the principles of corporate governance which the Boards of State Bodies are required to observe.

Signed on behalf of the directors

Roger O'Connor
Chairman



Susan Grady
Director



Approved by the directors on 5 December 2023

STATEMENT OF INTERNAL CONTROL

Scope of Responsibility

On behalf of Sport Ireland Facilities DAC, the Board acknowledges its responsibility for ensuring that an effective system of internal control is maintained and operated. This responsibility takes account of the requirements of the Code of Practice for the Governance of State Bodies (2016).

Purpose of the System of Internal Control

The system of internal control is designed to manage risk to a tolerable level rather than to eliminate it. The system can therefore only provide reasonable and not absolute assurance that assets are safeguarded, transactions authorised and properly recorded and that material errors or irregularities are either prevented or detected in a timely way.

The system of internal control, which accords with guidance issued by the Department of Public Expenditure and Reform has been in place in Sport Ireland Facilities DAC for the year ended 31 December 2022 and up to the date of approval of the financial statements.

Capacity to Handle Risk

Sport Ireland Facilities DAC is a wholly owned subsidiary of Sport Ireland. Sport Ireland has developed and approved a Risk Management Policy which also applies to Sport Ireland Facilities DAC. Sport Ireland has an Audit and Risk Committee (ARC) with financial and audit expertise comprising (as of year-end) four Sport Ireland Board members and three external members. The ARC met six times in 2022.

Sport Ireland has also established an internal audit function which is adequately resourced and conducts a programme of work agreed with the ARC.

The ARC has developed a risk management policy which sets out its risk appetite, the risk management processes in place and details the roles and responsibilities of staff in relation to risk. The policy has been issued to all staff who are expected to work within Sport Ireland's risk management policies, to alert management on emerging risks and control weaknesses and assume responsibility for risks and controls within their own area of work.

Risk and Control Framework

Sport Ireland Facilities DAC has implemented a risk management system which identifies and reports key risks and the management actions being taken to address and, to the extent possible, to mitigate those risks.

A risk register is in place which identifies the key risks facing Sport Ireland Facilities DAC and these have been identified, evaluated and graded according to their significance. The risk registers are reviewed by the ARC on an annual basis.

The risk register details the controls and actions needed to mitigate risks and responsibility for operation of controls assigned to specific staff. We confirm that a control environment containing the following elements is in place:

- procedures for all key business processes have been documented,
- financial responsibilities have been assigned at management level with corresponding accountability,
- there is an appropriate budgeting system with an annual budget which is kept under review

by senior management,

- there are systems aimed at ensuring the security of the information and communication technology systems,
- there are systems in place to safeguard the assets.

Ongoing Monitoring and Review

Formal procedures have been established for monitoring control processes and control deficiencies are communicated to those responsible for taking corrective action and to management and the Board, where relevant, in a timely way. We confirm that the following ongoing monitoring systems are in place:

- key risks and related controls have been identified and processes have been put in place to monitor the operation of those key controls and report any identified deficiencies,
- reporting arrangements have been established at all levels where responsibility for financial management has been assigned, and
- there are regular reviews by senior management of periodic and annual performance and financial reports which indicate performance against budgets/forecasts.

Impact of Covid-19 pandemic to the Control Environment

Since the onset of the COVID 19 pandemic in early 2020, Sport Ireland Facilities DAC has continued to adapt response measures in line with public health advice. Sport Ireland Facilities DAC has monitored the developments closely, looking to mitigate the risks that may affect Sport Ireland Facilities DAC business operations, staff and stakeholders. Actions taken by the Sport Ireland Facilities DAC includes: -

- Make necessary adaptations to the Sport Ireland Facilities DAC's physical work environment in line with published guidance and expert assessment.
- Ongoing COVID-19 risk assessments for staff and stakeholders.
- Continual assessment of significant risks pertaining to the Covid-19 pandemic and the agility of Sport Ireland Facilities DAC to respond effectively.
- Ensuring robust segregation of duties remains and adequate cover is in place should specific approving authorities be unavailable.
- Ensuring all existing data protection and records management policies and procedures continue to apply as normal.
- Assess potential for weaknesses in internal controls resulting from COVID-19 and took measures to monitor and update internal controls where necessary.

Procurement

The board confirms that Sport Ireland Facilities DAC has procedures in place to ensure compliance with current procurement rules and guidelines and that during 2022 Sport Ireland Facilities DAC complied with those procedures, except as indicated below.

Review of Effectiveness

The board confirms that Sport Ireland Facilities DAC has procedures to monitor the effectiveness of its risk management and control procedures. Sport Ireland Facilities DAC's monitoring and review of the effectiveness of the system of internal control is informed by the work of the internal and external auditors, the Audit and Risk Committee which oversees their work, and the senior management within Sport Ireland Facilities DAC responsible for the development and maintenance of the internal control framework. We confirm that the board

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conducted an annual review of effectiveness of the internal controls for 2022, with the final report being approved by ARC on 29 March 2023, and by the Board on 29 May 2023.

Internal Control Issues


Expenditure in respect of 4 suppliers totalling €114,662 did not comply with procurement rules. The overall expenditure for the year for each of these suppliers exceeded €25,000 and therefore the tenders process should have been applied in these cases.

On behalf of the Board of Sport Ireland Facilities DAC:



Roger O'Connor
Chairman
Date: 06/12/2023

Susan Grady
Director





Ard Reachtaire Cuntas agus Ciste Comptroller and Auditor General

Report for presentation to the Houses of the Oireachtas

Sport Ireland Facilities Designated Activity Company

Opinion on the financial statements

I have audited the financial statements of Sport Ireland Facilities Designated Activity Company for the year ended 31 December 2022 as required under the provisions of section 5 of the Comptroller and Auditor General (Amendment) Act 1993. The financial statements comprise the statement of income and expenditure and retained revenue reserves, the statement of financial position, the statement of cash flows and the related notes, including a summary of significant accounting policies.

In my opinion, the financial statements

- give a true and fair view of the assets, liabilities and financial position of Sport Ireland Facilities Designated Activity Company at 31 December 2022 and of its income and expenditure for 2022
- have been properly prepared in accordance with Financial Reporting Standard (FRS) 102 — *The Financial Reporting Standard applicable in the UK and the Republic of Ireland*, and
- have been properly prepared in accordance with the Companies Act 2014.

Basis of opinion

I conducted my audit of the financial statements in accordance with the International Standards on Auditing (ISAs) as promulgated by the International Organisation of Supreme Audit Institutions. My responsibilities under those standards are described in the appendix to this report. I am independent of the company and have fulfilled my other ethical responsibilities in accordance with the standards.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Conclusions related to going concern

The directors have prepared the financial statements on a going concern basis. As described in the appendix to this report, I conclude on

- the appropriateness of the use of the going concern basis of accounting by the directors and
- whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern.

I have nothing to report in that regard.

Opinion on matters prescribed by the Companies Act 2014

Based solely on the work undertaken in the course of the audit, in my opinion

- the information given in the directors' report and responsibility statement is consistent with the financial statements, and
- the directors' report and responsibility statement has been prepared in accordance with the Companies Act 2014.

I have obtained all the information and explanations that I consider necessary for the purposes of my audit.

In my opinion, the accounting records of Sport Ireland Facilities Designated Activity Company were sufficient to permit the financial statements to be readily and properly audited, and the financial statements are in agreement with the accounting records.

The Companies Act 2014 also requires me to report if, in my opinion, the disclosures of directors' remuneration and transactions required by sections 305 to 312 of the Act are not made. I have nothing to report in that regard.

Report on information other than the financial statements, and on other matters

The directors have presented certain other information with the financial statements. This comprises the annual report, the directors' report and responsibility statement and the statement on internal control. My responsibilities to report in relation to such information, and on certain other matters upon which I report by exception, are described in the appendix to this report.

I have nothing to report in that regard.



Andrew Harkness
For and on behalf of the
Comptroller and Auditor General
7 December 2023

Appendix to the report

Responsibilities of the Directors

As detailed in the directors' report and responsibility statement the directors are responsible for

- the preparation of annual financial statements in the form prescribed under the Companies Act 2014
- ensuring that the financial statements give a true and fair view in accordance with FRS102
- ensuring the regularity of transactions
- assessing whether the use of the going concern basis of accounting is appropriate, and
- such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Responsibilities of the Comptroller and Auditor General

I am required under section 5 of the Comptroller and Auditor General (Amendment) Act 1993 to audit the financial statements of Sport Ireland Facilities Designated Activity Company and to report thereon to the Houses of the Oireachtas.

My objective in carrying out the audit is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement due to fraud or error. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the ISAs 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.

As part of an audit in accordance with the ISAs, I exercise professional judgment and maintain professional scepticism throughout the audit. In doing so,

- I identify and assess the risks of material misstatement of the financial statements whether due to fraud or error; design and perform audit procedures responsive to those risks; and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- I obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal controls.
- I evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures.

- I conclude on the appropriateness of the use of the going concern basis of accounting and, based on the audit evidence obtained, on whether a material uncertainty exists related to events or conditions that may cast significant doubt on Sport Ireland Facilities Designated Activity Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my report. However, future events or conditions may cause the company to cease being a going concern.
- I evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Information other than the financial statements

My opinion on the financial statements does not cover the other information presented with those statements, and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, I am required under the ISAs to read the other information presented and, in doing so, consider whether the other information is materially inconsistent with the financial statements or with knowledge obtained during the audit, or if it otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact.

Reporting on other matters

My audit is conducted by reference to the special considerations which attach to State bodies in relation to their management and operation. I report if I identify material matters relating to the manner in which public business has been conducted.

I seek to obtain evidence about the regularity of financial transactions in the course of audit. I report if I identify any material instance where public money has not been applied for the purposes intended or where transactions did not conform to the authorities governing them.

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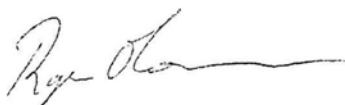
**Statement of Income and Expenditure and Retained Reserves for the financial year ended
31 December 2022**

| | Notes | 2022 € | 2021 € |
|---|-------|-----------------------|-----------------------|
| INCOME | | | |
| Turnover | 3 | 7,577,374 | 3,480,656 |
| Grant Income | 4 | 5,288,631 | 6,560,222 |
| | | <u>12,866,005</u> | <u>10,040,878</u> |
| Operating expenses | 5 | <u>(12,792,320)</u> | <u>(10,003,210)</u> |
| Surplus on ordinary activities before taxation | 6 | 73,685 | 37,668 |
| Tax credit/(charge) on surplus on ordinary activities | 8 | (29,540) | (9,020) |
| Surplus for the financial year after taxation | | <u>44,145</u> | <u>28,648</u> |
| Retained Reserves at start of year | | 361,658 | 333,010 |
| Retained Reserves at end of year | | <u><u>405,803</u></u> | <u><u>361,658</u></u> |

The Statement of Cash Flows and Notes 1 to 20 form part of these financial statements.

The Company had no recognised gains or losses in the financial year or the preceding financial year other than those dealt with in the Statement of Income and Expenditure and Retained Reserves.

The result on ordinary activities arises solely from continuing activities.



Roger O'Connor
Director

Date: 6/12/2023



Susan Grady
Director

Date: 5/12/23

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Statement of Financial Position at 31 December 2022

| | Notes | 2022 € | 2021 € |
|---|-------|-----------------------|-----------------------|
| Fixed Assets | | | |
| Property, Plant & Equipment | 9 | 4,067,994 | 2,515,938 |
| | | <u>4,067,994</u> | <u>2,515,938</u> |
| Current Assets | | | |
| Inventories | 10 | 6,269 | 5,657 |
| Trade and other receivables | 11 | 2,661,710 | 2,812,247 |
| Cash and cash equivalents | | 4,137,870 | 4,281,069 |
| | | <u>6,805,849</u> | <u>7,098,973</u> |
| Payables - amounts falling due within one year | 12 | 4,709,100 | 4,483,879 |
| Net Current Assets | | <u>2,096,749</u> | <u>2,615,094</u> |
| Total Assets less Current Liabilities | | <u>6,164,743</u> | <u>5,131,032</u> |
| Provisions for liabilities | 16 | 246,000 | 258,500 |
| Deferred Capital Grant | 17 | 5,512,939 | 4,510,873 |
| Net Assets | | <u><u>405,804</u></u> | <u><u>361,659</u></u> |
| Capital & Reserves | | | |
| Called-up share capital | 15 | 1 | 1 |
| Retained Revenue Reserves | | 405,803 | 361,658 |
| Equity | | <u><u>405,804</u></u> | <u><u>361,659</u></u> |

The Statement of Cash Flows and Notes 1 to 20 form part of these financial statements.



Roger O'Connor
Director



Susan Grady
Director

Date:

Date: 5/12/23

Financial Statements of Sport Ireland Facilities Designated Activity Company
1 January 2022 to 31 December 2022

Statement of Cash Flows for the financial year ended 31 December 2022

| | 2022 | 2021 |
|---|--------------------|--------------------|
| | € | € |
| Cash flows from operating activities | | |
| Operating Surplus after taxation | 44,145 | 28,648 |
| Loss on disposal of property, plant & equipment | 174,701 | 123 |
| Depreciation | 1,122,797 | 898,939 |
| Decrease / (Increase) in trade and other receivables | 150,537 | (1,757,492) |
| (Increase) / Decrease in inventories | (612) | 3,502 |
| Increase in payables | 225,221 | 1,877,025 |
| (Decrease) in provision for liabilities | (12,500) | (44,849) |
| Amortisation in line with depreciation | (1,201,569) | (840,222) |
| <i>Net cash inflow/(outflow) by operating activities</i> | 502,720 | 165,674 |
| Cash flows from investing activities | | |
| Proceeds from asset disposals | 0 | 21,035 |
| Capital expenditure | (2,849,554) | (1,581,763) |
| <i>Net cash outflow by investing activities</i> | (2,849,554) | (1,560,728) |
| Cash flows from financing activities | | |
| Interest Paid | 0 | 0 |
| Capital Grants | 2,203,635 | 2,893,111 |
| <i>Net cash inflow by financing activities</i> | 2,203,635 | 2,893,111 |
| Net (decrease) / increase in cash | (143,199) | 1,498,057 |
| Cash at beginning of year | 4,281,069 | 2,783,012 |
| Cash at end of year | 4,137,870 | 4,281,069 |

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 1 JANUARY 2022 TO 31 DECEMBER 2022**

1. ACCOUNTING POLICIES

The basis of accounting and significant accounting policies adopted by Sport Ireland Facilities Designated Activity Company (The Company) are set out below. They have all been applied consistently throughout the year and for the preceding year.

a) General Information

Sport Ireland Facilities Designated Activity Company was set up under the NSCDA Act, 2006, with a registered office at the IIS Building, Sport Ireland Campus, Blanchardstown, Dublin 15. Sport Ireland Facilities Designated Activity Company's primary objectives are to maintain and operate the facilities of the Sport Ireland Campus. Sport Ireland Facilities Designated Activity Company is a Public Benefit Entity (PBE). The Company re-registered under the Companies Act, 2014 as a DAC-Designated Activity Company.

b) Statement of Compliance

The financial statements of Sport Ireland Facilities Designated Activity Company for the year ended 31 December 2022 have been prepared in accordance with FRS 102, the financial reporting standard applicable in the UK and Ireland issued by the Financial Reporting Council (FRC), and by the Companies Act 2014.

c) Basis of Preparation

The financial statements have been prepared under the historical cost convention, except for certain assets and liabilities that are measured at fair values as explained in the accounting policies below. The financial statements are in the form approved by the Board and its parent, Sport Ireland. The following accounting policies have been applied consistently in dealing with items which are considered material in relation to Sport Ireland Facilities Designated Activity Company's financial statements.

d) Critical Accounting Judgements and Estimates

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenditure.

Judgement and estimates are continually evaluated and are based on historical experiences and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The following judgements have had the most significant effect on amounts recognised in the financial statements:

Residual values – the Directors have reviewed the asset lives and associated residual values of all fixed asset classes and have concluded that asset lives and residual values are appropriate.

Provisions – the Company makes provisions for costs which it knows to be outstanding at the year-end date. These provisions are generally made based on historical or other pertinent information, adjusted for recent trends where relevant. However, they are estimates of financial costs which may not become clear for some time. As a result of this and the level of uncertainty attaching to the final outcomes, the actual out turn may differ from that estimated.

NOTES TO THE FINANCIAL STATEMENTS (continued)

e) Turnover

Turnover reflects the income which is derived from the rental of facilities, the provision of lessons through academy programmes and from memberships fees during the course of the financial year.

f) Deferred Income

The company defers income which is received in the financial year but which relates to activities or services provided in the subsequent year.

g) Expenditure

All expenditure is accounted for on an accruals basis as the liabilities are occurred.

h) Inventory

Stocks are valued at the lower of cost and net realisable value. Net realisable value comprises the actual or estimated selling price less all further costs to completion or to be incurred in marketing, selling and distribution.

i) Fixed assets

All fixed assets are initially recorded at cost with the exception of assets taken over on the surrender of the lease by the previous operator. These assets were valued by a professional valuer and were transferred to the company upon the commencement of trading at a written down replacement cost.

j) Depreciation

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

| | |
|-----------------------|-----|
| Equipment | 20% |
| Fixtures & Fittings | 20% |
| IT | 33% |
| Motor Vehicles | 20% |
| Morton Stadium Assets | 20% |

k) Foreign currencies

Assets and liabilities in foreign currencies are translated into Euro at the rates of exchange ruling at the Statement of Financial Position date. Transactions in foreign currencies are translated into Euro at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

l) Retirement Benefits

In 2018, a defined contribution pension scheme began operating within the company. Contributions to the defined contribution scheme are recognised in the profit and loss account in the period in which they become payable.

NOTES TO THE FINANCIAL STATEMENTS (continued)

m) Taxation

The charge for taxation is based on the profit for the year and is calculated with reference to the tax rates applying at the Statement of Financial Position date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the Statement of Financial Position date. Provision is made at the rates expected to apply when the timing differences reverse. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in periods different from those in which they are recognised in the financial statements.

A net deferred asset is regarded as recoverable and recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing difference can be deducted.

n) Grant Income

Operating Grants:

The operating income represents the annual contribution from Sport Ireland to the company for its running costs, as well as from Fingal County Council for the running costs of Morton Stadium (agreement ended in May 2022). Operating grants are treated as income in the financial year in which they are received.

Capital Grants:

Grants for capital purposes are received from Sport Ireland to fund capital costs and associated infrastructure costs incurred by the company. Capital grants are transferred to the deferred capital account and are amortised in line with the depreciation of related assets.

o) Provisions

Provisions are liabilities of uncertain timing or amount. Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events; it is probable that a transfer of economic benefits will be required to settle the obligation; and the amount of the obligation can be estimated reliably.

Provisions are measured at the present value of the best estimate of the amount required to settle the obligation. Provisions are reviewed at the end of each financial year and adjusted to reflect the current best estimate of the amount required to settle the obligation.

A provision is made for the estimated cost of claims incurred but not settled at the Statement of Financial Position date.

2. GOING CONCERN

The financial statements for the financial period ending 31 December 2022 have been prepared on a going concern basis as the directors are satisfied, having considered the principal risks and uncertainties impacting the Company, that it has the ability to continue in business for the period of assessment. The period of assessment used by the directors is twelve months from the reporting date of these annual financial statements.

NOTES TO THE FINANCIAL STATEMENTS (continued)

In making its assessment, the directors have considered the following factors:

- Additional grant funding was provided by Sport Ireland during 2022 to assist with the impact of rising global energy costs.
- At the reporting date, the Company had available Cash and Cash equivalents of €4,137,870 (2021: €4,281,069), and current liabilities of €4,709,100 (2021: €4,483,879). The Company's total assets exceed its total liabilities by €405,804 at 31 December 2022. In addition, the Company has no loans or borrowings. Therefore, the directors are satisfied that it can meet its current liabilities as they fall due.
- The Company have prepared budgets for 2023, including a worst-case scenario projection, which assumes a deficit position for the year. Should this arise, additional funding will be sought from Sport Ireland. The directors have reflected on the impact of increased energy costs, and based on the continued support of Sport Ireland, are satisfied that the company remains a going concern.

On this basis the directors consider it appropriate to prepare the financial statements on a going concern basis. Accordingly, these financial statements do not include any adjustments to the carrying amounts and classification of assets and liabilities that may arise if the company was unable to continue as a going concern.

3. TURNOVER

| | 2022 | 2021 |
|--|-------------------------|-------------------------|
| | € | € |
| National Aquatic Centre | 3,947,276 | 1,021,136 |
| National Athletics Stadium | 27,267 | 47,310 |
| Multi-Sport Pitches | 260,546 | 265,246 |
| National Diving Centre | 23,777 | 11,350 |
| National Pentathlon Centre | 24,806 | 23,203 |
| National Horse Sports Arena | 24,317 | 24,715 |
| Campus Conference Centre | 50,143 | 13,660 |
| Turf Pitches at the Sport Ireland Campus | 33,696 | 29,297 |
| Sport Ireland National Indoor Arena | 1,967,284 | 943,177 |
| Cross Country Track | 8,715 | 2,241 |
| Sport Ireland Campus Facilities | 1,209,547 | 1,099,321 |
| Total Turnover | <u>7,577,374</u> | <u>3,480,656</u> |

NOTES TO THE FINANCIAL STATEMENTS (continued)

4. GRANT INCOME

| | 2022 € | 2022 € | 2022 € | 2021 € |
|------------------------------------|----------------------|----------------------------|------------------|------------------|
| | Current ³ | Capital Grant Amortised | Total | Total |
| Sport Ireland ¹ | 3,998,600 | 1,194,805 | 5,193,405 | 6,277,609 |
| Fingal County Council ² | 88,462 | 6,764 | 95,226 | 282,613 |
| Total Grant Income | 4,087,062 | 1,201,569 | 5,288,631 | 6,560,222 |

¹ Annual Operating grant and Capital grant received from the company's parent entity Sport Ireland, sponsoring Department is the Department of Tourism, Culture, Arts, Gaeltacht, Sport and Media.

² Under the Management Agreement for the operation of Morton Stadium, in 2022 the Company received Operating grants from Fingal County Council, Dublin City Council and Sport Ireland. Under the agreement, Fingal County Council are responsible for the collection and transfer of such grants to the Company, as follows:

| | € |
|-----------------------|---------------|
| Sport Ireland | 62,500 |
| Fingal County Council | 12,981 |
| Dublin City Council | 12,981 |
| Total Grants | 88,462 |

³ Total Operating Grants received from Sport Ireland during the year amounted to €4,028,600. The grant income allocated to 2022 was €3,998,600, including grants relating to the European Week of Sport totalling €103,600. €30,000 relating to the Youth Leadership programme were deferred to 2023.

| | € | € | € |
|--|------------------|---------------|------------------|
| | Income | Deferred | Total |
| Sport Ireland | 3,998,600 | 30,000 | 4,028,600 |
| Fingal County Council | 88,462 | - | 88,462 |
| Total Operating Grants Received | 4,087,062 | 30,000 | 4,117,062 |

NOTES TO THE FINANCIAL STATEMENTS (continued)

5. OPERATING EXPENSES

| | 2022 | 2021 |
|----------------------------|-------------------|-------------------|
| | € | € |
| Human Resources | 423,516 | 351,730 |
| Sales and Marketing | 1,191,203 | 825,315 |
| Finance and Administration | 1,488,034 | 1,172,053 |
| Sports & Operations | 4,472,019 | 3,917,334 |
| Building Services | 5,217,548 | 3,736,778 |
| Total Expenses | 12,792,320 | 10,003,210 |

6. OPERATING SURPLUS

Operating surplus is stated after charging / (crediting):

| | 2022 | 2021 |
|--|-------------|-------------|
| | € | € |
| Directors' emoluments | Nil | Nil |
| Depreciation of fixed assets | 1,108,054 | 898,939 |
| Loss on disposal of fixed assets | 174,701 | 123 |
| Audit fees | 17,900 | 17,900 |
| Operating lease payments | Nil | Nil |
| Net loss on foreign currency translation | 1,190 | 1,405 |

7. PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial year amounted to 208 (2021: 182). The aggregate payroll costs of the above were:

| | 2022 | 2021 |
|----------------------|------------------|------------------|
| | € | € |
| Wages and salaries | 5,397,183 | 4,704,272 |
| Social welfare costs | 550,321 | 508,107 |
| | 5,947,504 | 5,212,379 |

€1,000 included in wages and salaries relates to commission payments made to 1 staff member in 2022 (2021: €Nil). Included in wages and salaries is €69,578 in respect of the defined contribution scheme (2021: €86,389).

No ex-gratia payments or provisions were made during the year in relation to the termination of employee contracts (2021: €8,992).

Staff costs include an amount of €44,194 (2021: €44,194) in respect of administration duties which have been recharged to Sport Ireland. This has been included in the turnover of the Sport Ireland Campus Facilities.

NOTES TO THE FINANCIAL STATEMENTS (continued)

The payroll cost in relation to key management personnel are:

| | 2022 | 2021 |
|----------------------|----------------|----------------|
| | € | € |
| Wages and salaries | 876,188 | 899,460 |
| Social welfare costs | 90,028 | 98,703 |
| | <u>966,216</u> | <u>998,163</u> |

Key management personnel includes the Chief Operating Officer (COO) and the Senior Management Team (SMT) who are involved in planning, directing and controlling the activities of the company.

An interim Finance Manager was appointed during the year. Although they were contracted via an agency, the cost of their services (€30,250) has been included in both of the above tables.

Details of the remuneration of the Chief Operating Officer for the year ended 31 December 2022 which are included in the wages and salaries cost is as follows:

| | 2022 | 2021 |
|--------------------|----------------|----------------|
| | € | € |
| Wages and salaries | 139,172 | 135,000 |
| | <u>139,172</u> | <u>135,000</u> |

The employer contributions to the defined contribution scheme in relation to the Chief Operating Officer for the year amounted to €6,489 (2021: €6,750). The Company incurred travel and subsistence expenses pertaining to the COO of €680 in the 12 months ended 31 December 2022 (2021: €Nil).

NOTES TO THE FINANCIAL STATEMENTS (continued)

8. TAXATION CHARGE

(A) Analysis of charge in the financial year

| | 2022 | 2021 |
|--|---------------|--------------|
| | € | € |
| Current tax: | | |
| Corporation tax | 29,540 | 9,020 |
| Deferred tax: | | |
| Origination and reversal of timing differences | 0 | 0 |
| Capital tax: | | |
| Capital Gain Tax | 0 | 0 |
| Total Tax charge on ordinary activities | <u>29,540</u> | <u>9,020</u> |

(B) Reconciliation between tax charge included in Statement of Income and Expenditure and surplus on ordinary activities before tax multiplied by the applicable tax rate:

The tax assessed for the year is different to the standard rate of Corporation tax 12.5%. These differences are explained below:

| | 2022 | 2021 |
|--|---------------|--------------|
| | € | € |
| Surplus on ordinary activities before taxation | 73,685 | 37,668 |
| Surplus on ordinary activities before taxation multiplied by standard rate of corporation tax in Ireland of 12.5% (2021-12.5%) | 9,211 | 4,709 |
| <i>Effect of:</i> | | |
| Non deductible expenses | 12,852 | 18 |
| Depreciation in excess of capital allowances | 3,072 | 1,791 |
| Income taxable at higher rate | 4,405 | 2,502 |
| Relief for losses brought forward | 0 | 0 |
| Current tax charge for the financial year | <u>29,540</u> | <u>9,020</u> |

NOTES TO THE FINANCIAL STATEMENTS (continued)

9. PROPERTY, PLANT & EQUIPMENT

| | Pool Facilities & General Equipment € | Furniture & Fixtures € | IT € | Motor Vehicles € | Morton Stadium € | Total € |
|---------------------------------|--|---|-----------------|---------------------------------|---------------------------------|--------------------|
| Cost | | | | | | |
| At 1 January 2022 | 6,848,361 | 498,019 | 385,997 | 105,104 | 689,429 | 8,526,910 |
| Additions | 2,121,439 | 119,445 | 586,729 | 0 | 8,148 | 2,835,761 |
| Adjustment | 0 | 0 | 0 | 0 | 13,793 | 13,793 |
| Reclassification | (4,762) | 0 | 0 | 0 | 4,762 | 0 |
| Disposals | (205,860) | (1,731) | 0 | 0 | (716,132) | (923,723) |
| At 31 December 2022 | 8,759,178 | 615,733 | 972,726 | 105,104 | 0 | 10,452,741 |
| Accumulated depreciation | | | | | | |
| At 1 January 2022 | 4,805,082 | 349,566 | 264,615 | 91,651 | 500,058 | 6,010,972 |
| Charge for the year | 814,660 | 102,958 | 159,022 | 3,646 | 27,768 | 1,108,054 |
| Depreciation adjustment | 0 | 0 | 0 | 0 | 14,743 | 14,743 |
| Reclassification | (13,995) | 0 | 0 | 0 | 13,995 | 0 |
| Disposals | (190,727) | (1,731) | 0 | 0 | (556,564) | (749,022) |
| At 31 December 2022 | 5,415,020 | 450,793 | 423,637 | 95,297 | 0 | 6,384,747 |
| Net Book Value | | | | | | |
| At 1 January 2022 | 2,043,279 | 148,453 | 121,382 | 13,453 | 189,371 | 2,515,938 |
| At 31 December 2022 | 3,344,158 | 164,940 | 549,089 | 9,807 | 0 | 4,067,994 |

In respect of prior year:

| | Pool Facilities & General Equipment € | Furniture & Fixtures € | IT € | Motor Vehicles € | Morton Stadium € | Total € |
|---------------------------------|--|---|-----------------|---------------------------------|---------------------------------|--------------------|
| Cost | | | | | | |
| At 1 January 2021 | 7,878,274 | 454,351 | 537,353 | 80,553 | 749,712 | 9,700,243 |
| Additions | 1,366,485 | 43,668 | 48,630 | 33,477 | 104,709 | 1,596,969 |
| Disposals | (2,396,398) | - | (199,986) | (8,926) | (164,992) | (2,770,302) |
| At 31 December 2021 | 6,848,361 | 498,019 | 385,997 | 105,104 | 689,429 | 8,526,910 |
| Accumulated depreciation | | | | | | |
| At 1 January 2021 | 6,343,967 | 449,082 | 362,515 | 78,735 | 611,671 | 7,845,970 |
| Charge for the year | 643,997 | 93,423 | 101,505 | 6,635 | 53,379 | 898,939 |
| Depreciation adjustment | 192,939 | (192,939) | - | 15,207 | - | 15,207 |
| Disposals | (2,375,821) | - | (199,405) | (8,926) | (164,992) | (2,749,144) |
| At 31 December 2021 | 4,805,082 | 349,566 | 264,615 | 91,651 | 500,058 | 6,010,972 |
| Net Book Value | | | | | | |
| At 1 January 2021 | 1,534,307 | 5,269 | 174,838 | 1,818 | 138,041 | 1,854,273 |
| At 31 December 2021 | 2,043,279 | 148,453 | 121,382 | 13,453 | 189,371 | 2,515,938 |

NOTES TO THE FINANCIAL STATEMENTS (continued)

Included in the Additions for 2022 were:

- Pool Facilities & GE: Projects to install / enhance UV lighting, air handling units, pool tiling
- IT expenditure: Installation of new CCTV system at the campus
- Adjustment: Reinstatement of assets previously disposed of

10. INVENTORIES

| | 2022 | 2021 |
|--------------------------|-------|-------|
| | € | € |
| Cost of inventories held | 6,269 | 5,657 |

11. TRADE AND OTHER RECEIVABLES

| | 2022 | 2021 |
|--------------------------|------------------|------------------|
| | € | € |
| Debtors & Accrued Income | 448,775 | 153,718 |
| Prepayments* | 2,011,109 | 2,303,977 |
| VAT & other taxes | 172,705 | 304,911 |
| Corporation Tax | 29,121 | 49,641 |
| | <u>2,661,710</u> | <u>2,812,247</u> |

* Prepayments includes €1,812,204 (2021: €2,171,490) of capital expenditure that was in progress as at 31 December and will be transferred to Fixed Assets once the related asset has been brought into use.

12. PAYABLES: Amounts falling due within one year

| | 2022 | 2021 |
|-----------------------------|------------------|------------------|
| | € | € |
| Trade Creditors | 2,492,885 | 2,865,167 |
| Sundry Creditors | 13,861 | 43,503 |
| Accruals | 1,148,126 | 905,684 |
| Deferred Income | 913,025 | 469,253 |
| Payroll and other taxes due | 141,203 | 200,272 |
| | <u>4,709,100</u> | <u>4,483,879</u> |

Trade and sundry creditors are payable at various dates in accordance with their specific terms and conditions. All amounts included above are unsecured. All amounts included above are payable other than by instalments. Included in Accruals is an amount of €79,661 in respect of unused employee annual leave (2021: €28,216).

13. BOARD MEMBERS – Disclosure of Interests

The Company has adopted procedures in accordance with guidelines issued by the Department of Finance in relation to the disclosure of interests by Board Members, which have been adhered to during the period. There were no transactions during the period in relation to the company's activities in which Board Members had any beneficial interest.

NOTES TO THE FINANCIAL STATEMENTS (continued)

14. RELATED PARTY TRANSACTIONS

The following transactions have been reflected in the accounts of the Sport Ireland Facilities Designated Activity Company in relation to its parent Sport Ireland for the financial year 2022:

| | 2022 | 2021 |
|---------------------------------------|------------------|------------------|
| | € | € |
| Grants receivable from parent: | | |
| Current Grant | 4,028,600 | 5,490,000 |
| Capital Grant | 2,203,635 | 2,785,897 |
| | <u>6,232,235</u> | <u>8,275,900</u> |
| Costs recharged to parent: | | |
| Service and maintenance costs | 660,902 | 778,498 |
| | <u>660,902</u> | <u>778,498</u> |

The above transactions relate to the recharge of costs incurred in the operation and maintenance of the campus facilities on behalf of Sport Ireland.

15. SHARE CAPITAL PRESENTED AS EQUITY

| | 2022 | 2021 |
|----------------------------------|----------------|----------------|
| | € | € |
| Authorised share capital: | | |
| 100,000 Ordinary shares of €1.00 | 100,000 | 100,000 |
| | <u>100,000</u> | <u>100,000</u> |
| Allotted and called up: | | |
| 1 Ordinary share of €1.00 | 1 | 1 |
| | <u>1</u> | <u>1</u> |

16. PROVISION FOR LIABILITIES

| | 2022 | 2021 |
|--------------------------------------|----------------|----------------|
| | € | € |
| Balance at 1 January | 258,500 | 303,349 |
| Additions | 15,000 | 87,000 |
| Amount charged against the provision | 0 | (82,621) |
| Unused amounts reversed | (27,500) | (49,228) |
| Balance at 31 December | <u>246,000</u> | <u>258,500</u> |

The above provision relates to third party legal disputes. These disputes are currently on-going and the provision represents the estimates cost of settling these matters.

NOTES TO THE FINANCIAL STATEMENTS (continued)

17. DEFERRED CAPITAL GRANT

| | 2022 | 2021 |
|---|--------------------|------------------|
| | € | € |
| Opening Balance | 4,510,873 | 2,457,984 |
| Capital Grants received from Sport Ireland | 2,203,635 | 2,785,897 |
| Capital Grants received from Fingal County Council | - | 107,214 |
| Capital Grants Received | <u>2,203,635</u> | <u>2,893,111</u> |
| Amortisation in line with asset depreciation | (1,108,054) | (898,939) |
| Adjustment | 16,805 | - |
| Amount released on disposal | (166,440) | - |
| Depreciation on self-funded assets | 56,120 | 58,717 |
| Amount released to Statement of Income and Expenditure | <u>(1,201,569)</u> | <u>(840,222)</u> |
| Closing Balance | <u>5,512,939</u> | <u>4,510,873</u> |

18. STATE FUNDING

State Funding was received during the year in the form of operating and capital grants. Each grant received was for a specific purpose and grants were not duplicated. The grants received during the year were as follows:

1) Annual Operating Grant – Sport Ireland Campus

| | |
|-------------------------------|--|
| Agency | Sport Ireland |
| Sponsoring Department | Department for Tourism, Culture, Art, Gaeltacht, Sports and Media |
| Purpose of the Grant | Core funding to support the activities of Sport Ireland Facilities DAC |
| Term | Year ended 31 December 2022 |
| Grant received in the year | €2,095,000 |
| Capital Grant | N/A |
| Grant taken to income in 2022 | €2,095,000 |
| Grant deferred to 2023 | €Nil |

NOTES TO THE FINANCIAL STATEMENTS (continued)

2) Supplementary Operating Grant – Sport Ireland Campus

| | |
|-------------------------------|---|
| Agency | Sport Ireland |
| Sponsoring Department | Department for Tourism, Culture, Art, Gaeltacht, Sports and Media |
| Purpose of the Grant | Funding to support the increased cost of operating the facilities at Sport Ireland Campus |
| Term | Year ended 31 December 2022 |
| Grant received in the year | €1,800,000 |
| Capital Grant | N/A |
| Grant taken to income in 2022 | €1,800,000 |
| Grant deferred to 2023 | €Nil |

3) Annual Capital Grant – Sport Ireland Campus

| | |
|-------------------------------|--|
| Agency | Sport Ireland |
| Sponsoring Department | Department for Tourism, Culture, Art, Gaeltacht, Sports and Media |
| Purpose of the Grant | Funding to support the capital expenditure of Sport Ireland Facilities DAC |
| Term | Year ended 31 December 2022 |
| Capital Grant | €2,203,365 |
| Grant received in the year | €2,203,365 |
| Grant taken to income in 2022 | N/A |
| Grant deferred to 2023 | N/A |

NOTES TO THE FINANCIAL STATEMENTS (continued)

4) EWOS Grant – Sport Ireland Campus

| | |
|-------------------------------|---|
| Agency | Sport Ireland |
| Sponsoring Department | Department for Tourism, Culture, Art, Gaeltacht, Sports and Media |
| Purpose of the Grant | Funding to support the staging of events on campus as part of the European Week of Sport 2022 |
| Term | Year ended 31 December 2022 |
| Capital Grant | N/A |
| Grant received in the year | €103,600 |
| Grant taken to income in 2022 | €103,600 |
| Grant deferred to 2023 | €Nil |

5) Youth Leadership Grant – Sport Ireland Campus

| | |
|-------------------------------|---|
| Agency | Sport Ireland |
| Sponsoring Department | Department for Tourism, Culture, Art, Gaeltacht, Sports and Media |
| Purpose of the Grant | Funding to support the development of Youth Leadership programmes at Sport Ireland Campus |
| Term | Year ended 31 December 2023 |
| Capital Grant | N/A |
| Grant received in the year | €30,000 |
| Grant taken to income in 2022 | €Nil |
| Grant deferred to 2023 | €30,000 |

NOTES TO THE FINANCIAL STATEMENTS (continued)

19. CAPITAL COMMITMENTS

Future capital committed but not provided for in these financial statements are as follows:

| | 2022 | 2021 |
|-----------|-------------|-------------|
| | € | € |
| Committed | 0 | 0 |

20. CONTINGENT LIABILITIES

The Company is currently in discussion with Revenue regarding a potential adjustment to the VAT liability for the years 2020, 2021 and 2022. This concerns the determination of the most appropriate rate of VAT recoverability to be applied to VAT inputs, and upon resolution, may need to be applied to all VAT returns related to the aforementioned periods. Based on current information, an additional liability of €158,117 has been included in the accounts (€10,077 of which relates to anticipated interest), with this provision reducing the VAT & Other Debtors balance included in Note 11.

21. SUBSEQUENT EVENTS

There were no significant events post year end.

22. APPROVAL OF FINANCIAL STATEMENTS

The Financial Statements were approved by the Board on 05 December 2023