

# Financial Statements

## The Register of Gas Installers of Ireland Limited

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**For the year ended 31 December 2014**

**The Register of Gas Installers of Ireland Limited**  
**(A company limited by guarantee)**

## Company Information

<b>Directors</b>	C. Costelloe A. Crotty L. Nolan S. Corrigan J. O' Dwyer W. Doyle D. Higgins
<b>Company secretary</b>	Paul Waldron
<b>Registered number</b>	464892
<b>Registered office</b>	Unit 9 KCR Industrial Estate Ravensdale Park Kimmage Dublin 12
<b>Independent auditors</b>	Grant Thornton Chartered Accountants & Registered Auditors 24 - 26 City Quay Dublin 2
<b>Bankers</b>	Allied Irish Bank 9 Terenure Road East Rathgar Dublin 6
<b>Solicitors</b>	Daly Lynch Crowe and Morris The Corn Exchange Burgh Quay Dublin 2

**The Register of Gas Installers of Ireland Limited**  
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## Contents

	Page
<b>Directors' report</b>	1 - 2
<b>Directors' responsibilities statement</b>	3
<b>Independent auditors' report</b>	4 - 5
<b>Income and expenditure account</b>	6
<b>Balance sheet</b>	7
<b>Cash flow statement</b>	8
<b>Notes to the financial statements</b>	9 - 15

The following pages do not form part of the statutory financial statements:

**The Register of Gas Installers of Ireland Limited**  
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## Directors' report

For the year ended 31 December 2014

The directors present their report and the financial statements for the year ended 31 December 2014.

### **Principal activities an business review**

The principal activity of the company during the year is to be a non profit - making regulatory body for the gas contracting industry. On 6th November 2008 the company was appointed by the Commission for Energy Regulation (CER) to be the gas safety supervisory body under S9F(1)(a) of the Electricity Regulation Act 1999 (as amended) for a period of 7 years from the "go live date", 5th January 2009. Under the terms of agreement with CER the company must operate regulated activities on a not-for-profit basis. Any surplus arising on regulated activities cannot be distributed to members of the company but used to fund future regulated activities. The company has no activities other than regulated activities.

### **Results**

The loss for the year, after taxation, amounted to €936 (2013 - profit €36,968).

### **Directors**

The directors who served during the year were:

C. Costelloe  
A. Crotty  
L. Nolan  
S. Corrigan  
J. O' Dwyer  
W. Doyle  
D. Higgins

### **Principal risks and uncertainties**

The directors consider that the principal risks and uncertainties faced by the company are in the following categories:

#### **Principal risk**

The principal risk facing the company is that it will not be successful in its bid to be re-designated as the Gas Safety Supervisory Body when the existing contract comes to an end on 5th January 2016. The directors are taking every step to ensure the company meets its agreed performance targets with the Commission for Energy Regulation and is successful in its bid.

#### **Financial risk**

The company has budgetary and financial reporting procedures, supported by appropriate key performance indicators, to manage credit, liquidity and other financial risk. All key financial figures are monitored on an ongoing basis.

#### **People in our business**

The continued success of the company has been achieved by the people working in it. The relatively low turnover of personnel reflects the general policy of providing good terms and conditions of employment while dealing with staff as well as the other stakeholders in the business, in a fair and consistent manner.

## Directors' report

For the year ended 31 December 2014

### **Accounting Records**

The measures taken by the directors to ensure compliance with the requirements of Section 202 of the Companies Act 1990, regarding proper books of account are the implementation of necessary policies and procedures for recording transactions, the employment of competent accounting personnel with appropriate expertise and the provision of adequate resources to the financial function. The books of account of the company are maintained at Unit 9, KCR Industrial Estate, Ravensdale Park, Kimmage, Dublin 12.

### **Important events since the year end**

On 13th March 2015, the CER launched a competitive Designation Process in order to appoint a Gas Safety Supervisory Body to operate from January 2016 for a seven year period. The principal functions of the Gas Safety Supervisory Body shall include, without limitation, the registration of gas contractors and, the inspection, auditing and monitoring of gas contractors and their works and activities in respect of safety.

The company is currently participating in the process to be appointed the supervising body.

### **Auditors**

The auditors, Grant Thornton, continue in office in accordance with section 160(2) of the Companies Act 1963.

This report was approved by the board and signed on its behalf.

**W. Doyle**  
Director

**J. O' Dwyer**  
Director

Date: 12 May 2015

## Directors' responsibilities statement

For the year ended 31 December 2014

The directors are responsible for preparing the Directors' report and the financial statements in accordance with Irish law and regulations.

Irish company law requires the directors to prepare financial statements giving a true and fair view of the state of affairs of the company and of the profit or loss of the company for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with Irish Generally Accepted Accounting Practice (accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland and Irish law).

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

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper books of account that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Acts 1963 to 2013. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

On behalf of the board 12 May 2015

**W. Doyle**  
Director

**J. O' Dwyer**  
Director



# Independent auditors' report to the shareholders of The Register of Gas Installers of Ireland Limited

We have audited the financial statements of The Register of Gas Installers of Ireland Limited for the year ended 31 December 2014, which comprise the Profit and loss account, the Balance sheet, the Cash flow statement and the related notes. The financial reporting framework that has been applied in their preparation is Irish law and accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland (Generally Accepted Accounting Practice in Ireland).

This report is made solely to the company's shareholders, as a body, in accordance with Section 193 of the Companies Act 1990. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

## **Respective responsibilities of directors and auditors**

As explained more fully in the Directors' responsibilities statement, the directors are responsible for the preparation of the financial statements giving a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

## **Scope of the audit of the financial statements**

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

## **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view, in accordance with Generally Accepted Accounting Practice in Ireland, of the state of the company's affairs as at 31 December 2014 and of its loss for the year then ended; and
- have been properly prepared in accordance with the requirements of the Companies Acts 1963 to 2013.

(A company limited by guarantee)



## Independent auditors' report to the shareholders of The Register of Gas Installers of Ireland Limited

### **Matters on which we are required to report by the Companies Acts 1963 to 2013**

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion proper books of account have been kept by the company.
- The financial statements are in agreement with the books of account.

### **Matters on which we are required to report by exception**

We have nothing to report in respect of the provisions in the Companies Acts 1963 to 2013 which require us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by law are not made.

24 - 26 City Quay  
Dublin 2

12 May 2015

Turlough Mullen FCA  
for and on behalf of  
**Grant Thornton**  
Chartered Accountants  
Registered Auditors

**The Register of Gas Installers of Ireland Limited**  
**(A company limited by guarantee)**

## Income and expenditure account

For the year ended 31 December 2014

	Note	2014 €	2013 €
<b>Turnover</b>	1,2	<b>1,390,135</b>	1,301,895
Cost of sales		<u>(767,273)</u>	<u>(737,740)</u>
<b>Gross profit</b>		<b>622,862</b>	564,155
Administrative expenses		<u>(633,217)</u>	<u>(539,944)</u>
<b>Operating (loss)/profit</b>	3	<b>(10,355)</b>	24,211
Interest receivable and similar income		<u>12,988</u>	<u>17,880</u>
<b>Profit on ordinary activities before taxation</b>		<b>2,633</b>	42,091
Tax on profit on ordinary activities	6	<u>(3,569)</u>	<u>(5,123)</u>
<b>(Loss)/profit for the financial year</b>	13	<b>(936)</b>	36,968

All amounts relate to continuing operations.

There were no recognised gains and losses for 2014 or 2013 other than those included in the Income and expenditure account.

Signed on behalf of the board

**W. Doyle**  
Director

**J. O' Dwyer**  
Director

Date: 12 May 2015

The notes on pages 9 to 15 form part of these financial statements.

**The Register of Gas Installers of Ireland Limited**  
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## Balance sheet

As at 31 December 2014

	Note	€	2014 €	€	2013 €
<b>Fixed assets</b>					
Tangible assets	7		71,168		66,774
<b>Current assets</b>					
Stocks	8	13,849		17,515	
Debtors	9	32,349		37,187	
Cash at bank and in hand		1,059,686		1,044,728	
		<u>1,105,884</u>		<u>1,099,430</u>	
<b>Creditors:</b> amounts falling due within one year	10	(331,129)		(319,345)	
<b>Net current assets</b>			<u>774,755</u>		<u>780,085</u>
<b>Net assets</b>			<u>845,923</u>		<u>846,859</u>
<b>Capital and reserves</b>					
Profit and loss account	13		<u>845,923</u>		<u>846,859</u>
	14		<u>845,923</u>		<u>846,859</u>

Signed on behalf of the board:

**W. Doyle**  
Director

**J. O' Dwyer**  
Director

Date: 12 May 2015

The notes on pages 9 to 15 form part of these financial statements.

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## Cash flow statement

For the year ended 31 December 2014

	Note	2014 €	2013 €
Net cash flow from operating activities	15	45,826	95,122
Returns on investments and servicing of finance	16	12,988	17,880
Taxation		(4,214)	(5,475)
Capital expenditure and financial investment	16	(39,642)	(76,755)
		<hr/>	<hr/>
<b>Increase in cash in the year</b>		<b>14,958</b>	<b>30,772</b>
<b>Change in net funds resulting from cash flows</b>		<b>14,958</b>	<b>30,772</b>
Other non-cash changes		-	1
		<hr/>	<hr/>
<b>Movement in net funds in the year</b>		<b>14,958</b>	<b>30,773</b>
Net funds at 1 January 2014		1,044,728	1,013,955
		<hr/>	<hr/>
<b>Net funds at 31 December 2014</b>		<b>1,059,686</b>	<b>1,044,728</b>
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The notes on pages 9 to 15 form part of these financial statements.

## Notes to the financial statements

For the year ended 31 December 2014

### **1. Accounting policies**

#### **1.1 Basis of preparation of financial statements**

The financial statements are prepared in accordance with generally accepted accounting principles under the historic cost convention and comply with the financial reporting standards of the Financial Reporting Council, as promulgated by the Institute of Chartered Accountants in Ireland, and Irish statute comprising the Companies Acts, 1963 to 2013.

#### **1.2 Turnover**

Turnover represents net sales invoiced to customers and excludes Value Added Tax.

#### **1.3 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Office equipment	-	25% straight line
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#### **1.4 Stocks**

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks.

#### **1.5 Pensions costs**

The company operates a defined contribution pension scheme and the assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to €10,509 (2013:€10,764). There was an amount of €833 (2013:€833) outstanding at year end in relation to the defined pension scheme costs.

#### **1.6 Deferred set up costs**

Set up costs in relation to the contract with the Commission for Energy Regulation (the CER) are being released to the profit and loss account over the period of the contract, 7 years.

#### **1.7 Defferered income**

Initial application fees payable by the gas installers under the terms of the contract with the CER are being released to the profit and loss account over the period of the contract, 7 years.

#### **1.8 Accounting policy on reserves**

Under the terms of agreement with CER the company must operate on a not-for-profit basis. Any surplus arising on regulated activites cannot be distributed to members of the company but used to fund future regulated activities. The company has no activities other than regulated activities.

## Notes to the financial statements

For the year ended 31 December 2014

### 2. Turnover

The turnover and profit before tax are attributable to the one principal activity of the company.

An analysis of turnover is given below:

	2014 €	2013 €
Republic of Ireland	<u>1,390,135</u>	<u>1,301,895</u>

### 3. Operating (loss)/profit

The operating (loss)/profit is stated after charging:

	2014 €	2013 €
Depreciation of tangible fixed assets: - owned by the company	35,248	32,158
Auditors' remuneration	<u>8,500</u>	<u>8,500</u>

### 4. Staff costs

Staff costs, including directors' remuneration, were as follows:

	2014 €	2013 €
Wages and salaries	491,464	474,649
Social welfare costs	44,382	41,455
Staff pension costs	10,509	10,764
	<u>546,355</u>	<u>526,868</u>

The average monthly number of employees, including the directors, during the year was as follows:

	2014 No.	2013 No.
Number of inspectors	5	5
Number of administrative staff	4	5
Number of other staff-directors	7	6
	<u>16</u>	<u>16</u>

## Notes to the financial statements

For the year ended 31 December 2014

### 5. Directors' remuneration

	2014 €	2013 €
Remuneration	<u>6,892</u>	<u>5,785</u>

### 6. Taxation

	2014 €	2013 €
Irish corporation tax charge on profit for the year	<u>3,569</u>	<u>5,123</u>

#### Factors affecting tax charge for the year

The tax assessed for the year is lower than (2013 - lower than) the standard rate of corporation tax in Ireland of 12.5% (2013 - 12.5%). The differences are explained below:

	2014 €	2013 €
Profit on ordinary activities before tax	<u>2,633</u>	<u>42,091</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in Ireland of 12.5% (2013 - 12.5%)	329	5,261
<b>Effects of:</b>		
Expenses not deductible for tax purposes	1,504	-
Other timing differences leading to an increase (decrease) in taxation	-	326
Profit not subject to tax	-	(3,026)
Additional tax arising from profits chargeable at 25%	1,736	2,562
<b>Current tax charge for the year</b> (see note above)	<u>3,569</u>	<u>5,123</u>

Notes to the financial statements  
For the year ended 31 December 2014

**7. Tangible fixed assets**

	Office equipment €
<b>Cost</b>	
At 1 January 2014	331,101
Additions	39,642
At 31 December 2014	<u>370,743</u>
<b>Depreciation</b>	
At 1 January 2014	264,327
Charge for the year	35,248
At 31 December 2014	<u>299,575</u>
<b>Net book value</b>	
At 31 December 2014	<u>71,168</u>
At 31 December 2013	<u>66,774</u>

**8. Stocks**

	2014 €	2013 €
Finished goods	<u>13,849</u>	<u>17,515</u>

**9. Debtors**

	2014 €	2013 €
Trade debtors	654	614
Corporation tax repayable	2,284	1,639
Prepayments and accrued income	29,411	34,934
	<u>32,349</u>	<u>37,187</u>

## Notes to the financial statements

For the year ended 31 December 2014

### 10. Creditors: Amounts falling due within one year

	2014	2013
	€	€
Trade creditors	104,973	63,563
Amounts owed to related parties	88,380	58,219
Other taxes (see below)	7,671	10,696
Accruals and deferred income	130,105	186,867
	<u>331,129</u>	<u>319,345</u>

#### Other taxes

	2014	2013
	€	€
PAYE/PRSI	<u>7,671</u>	<u>10,696</u>

### 11. Related party transactions

The company was under the control of the directors during the current year.

The following related party transactions occurred during the year:

The company is related to The Register of Electrical Contractors of Ireland Limited (RECI) due to common directors. During the year the company had costs incurred on their behalf by RECI in the amount of €249,472 (2013: €219,898) balance due to RECI was €88,380 at 31 December 2014 (2013: €58,219).

During the period RECI charged the company €14,500 for facility usage (2013: €14,500).

### 12. Company status

The Register of Gas Installers of Ireland Limited is a company limited by guarantee without a share capital.

### 13. Reserves

	Profit and loss account €
At 1 January 2014	846,859
Loss for the financial year	(936)
	<u>845,923</u>
At 31 December 2014	<u>845,923</u>

## Notes to the financial statements

For the year ended 31 December 2014

### 14. Reconciliation of movement in members' funds

	2014 €	2013 €
Opening members' funds	846,859	809,891
(Loss)/profit for the financial year	(936)	36,968
	<hr/>	<hr/>
Closing members' funds	<u>845,923</u>	<u>846,859</u>

### 15. Net cash flow from operating activities

	2014 €	2013 €
Operating (loss)/profit	(10,355)	24,211
Depreciation of tangible fixed assets	35,248	32,158
Decrease in stocks	3,666	4,048
Decrease in debtors	5,483	18,263
Decrease in amounts owed by group undertakings	-	1,431
Decrease in creditors	(18,377)	(15,754)
Increase in amounts owed to group undertakings	30,161	30,765
	<hr/>	<hr/>
Net cash inflow from operating activities	<u>45,826</u>	<u>95,122</u>

### 16. Analysis of cash flows for headings netted in cash flow statement

	2014 €	2013 €
<b>Returns on investments and servicing of finance</b>		
Interest received	<u>12,988</u>	<u>17,880</u>
	<hr/>	<hr/>
<b>Capital expenditure and financial investment</b>		
Purchase of tangible fixed assets	<u>(39,642)</u>	<u>(76,755)</u>

**The Register of Gas Installers of Ireland Limited**  
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**Notes to the financial statements**  
**For the year ended 31 December 2014**

**17. Analysis of changes in net funds**

	1 January 2014 €	Cash flow €	Other non-cash changes €	31 December 2014 €
Cash at bank and in hand	1,044,728	14,958	-	1,059,686
<b>Net funds</b>	<u>1,044,728</u>	<u>14,958</u>	<u>-</u>	<u>1,059,686</u>