

**THE REGISTER OF GAS INSTALLERS  
OF  
IRELAND LIMITED**

**Company Limited by Guarantee**

**FINANCIAL STATEMENTS**

**31ST DECEMBER 2012**

**THE REGISTER OF GAS INSTALLERS OF IRELAND LIMITED  
COMPANY LIMITED BY GUARANTEE**

**FINANCIAL STATEMENTS**

**YEAR ENDED 31ST DECEMBER 2012**

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**THE REGISTER OF GAS INSTALLERS OF IRELAND LIMITED  
COMPANY LIMITED BY GUARANTEE**

**OFFICERS AND PROFESSIONAL ADVISERS**

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**The board of directors**

Ciaran Costello  
Liam Nolan  
Stella Corrigan  
William Doyle  
Jeremiah O'Dwyer  
Denis Francis Higgins

**Company secretary**

Paul Waldron

**Registered office**

Unit 9  
KCR Industrial Estate  
Ravensdale Park  
Kimmage  
Dublin 12

**Auditor**

Grant Thornton  
Chartered Accountants  
& Registered Auditor  
24 - 26 City Quay  
Dublin 2

**Bankers**

Allied Irish Bank  
9 Terenure Road East  
Rathgar  
Dublin 6

**Solicitors**

Daly Lynch Crowe and Morris  
The Corn Exchange  
Burgh Quay  
Dublin 2

# **THE REGISTER OF GAS INSTALLERS OF IRELAND LIMITED COMPANY LIMITED BY GUARANTEE**

## **THE DIRECTORS' REPORT**

**YEAR ENDED 31ST DECEMBER 2012**

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The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31st December 2012.

### **PRINCIPAL ACTIVITIES AND 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", 26 June 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.

### **PRINCIPAL RISKS AND UNCERTAINTIES**

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

#### **Economic risk**

The risk of unrealistic increases in wages or infrastructure cost impacting adversely on competitiveness of the company and its principal customers.

These are managed by strict control of costs.

#### **Competitor risk**

The directors of the company manage competitive risk through close attention to customer service levels.

#### **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.

### **RESULTS**

The results for the year are set out in the company profit and loss account on page 7. The directors have not recommended a dividend.

### **IMPORTANT EVENTS SINCE THE YEAR END**

There have been no significant events affecting the company since the year end.

# THE REGISTER OF GAS INSTALLERS OF IRELAND LIMITED COMPANY LIMITED BY GUARANTEE

## THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31ST DECEMBER 2012

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### DIRECTORS

The directors and secretary who served the company during the year were as follows:

Ciaran Costello	
Liam Nolan	
Stella Corrigan	
William Doyle	
Jeremiah O'Dwyer	(Appointed 30th May 2012)
Denis Francis Higgins	(Appointed 30th May 2012)
John Desmond	(Retired 30th May 2012)
Fergal Finn	(Retired 10th September 2012)
Henry Ivan George Hammond	(Retired 30th May 2012)
Cormac Madden	(Retired 30th May 2012)

### DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable Irish law and Generally Accepted Accounting Practice in Ireland including the accounting standards issued by the Accounting Standards Board and published by The Institute of Chartered Accountants in Ireland.

Irish company law requires the directors 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 profit or loss of the company for that year. In preparing those 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; and

prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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

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 are prepared in accordance with accounting standards generally accepted in Ireland and comply with the Companies Acts, 1963 to 2012. 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 REGISTER OF GAS INSTALLERS OF IRELAND LIMITED  
COMPANY LIMITED BY GUARANTEE**

**THE DIRECTORS' REPORT** *(continued)*

**YEAR ENDED 31ST DECEMBER 2012**

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**BOOKS OF ACCOUNT**

The directors believe that they have complied with the requirements of Section 202 of the Companies Act, 1990 with regard to books of account by employing a person with appropriate expertise and by providing adequate resources to the financial function. The books of account are held at Unit 9, KCR Industrial Estate, Ravensdale Park, Kimmage, Dublin 12.

**AUDITOR**

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

Signed on behalf of the directors

William Doyle  
Director

Jeremiah O'Dwyer  
Director

Approved by the directors on 15th May 2013

# **THE REGISTER OF GAS INSTALLERS OF IRELAND LIMITED COMPANY LIMITED BY GUARANTEE**

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE REGISTER OF GAS INSTALLERS OF IRELAND LIMITED FOR THE YEAR ENDED 31ST DECEMBER 2012**

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We have audited the financial statements of The Register of Gas Installers of Ireland Limited for the year ended 31st December 2012 on pages 7 to 15 which have been prepared under the historical cost convention and the accounting policies set out on page 11.

### **RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR**

As described in the Statement of Directors' Responsibilities on pages 2 to 4, the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and Generally Accepted Accounting Practice in Ireland including the accounting standards issued by the Accounting Standards Board and published by the Institute of Chartered Accountants in Ireland.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

This report is made solely to the company's members, 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 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.

We report to you our opinion as to whether the financial statements give a true and fair view, in accordance with Generally Accepted Accounting Practice in Ireland, and are properly prepared in accordance with the Companies Acts, 1963 to 2012. We also report to you whether in our opinion: proper books of account have been kept by the company; whether, at the balance sheet date, there exists a financial situation requiring the convening of an extraordinary general meeting of the company; and whether the information given in the directors' report is consistent with the financial statements. In addition, we state whether we have obtained all the information and explanations necessary for the purposes of our audit and whether the financial statements are in agreement with the books of account.

We also report to you if, in our opinion, any information specified by law regarding directors' remuneration and directors' transactions is not disclosed and, where practicable, include such information in our report.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatement within it.

### **BASIS OF AUDIT OPINION**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**THE REGISTER OF GAS INSTALLERS OF IRELAND LIMITED  
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE  
REGISTER OF GAS INSTALLERS OF IRELAND LIMITED FOR THE  
YEAR ENDED 31ST DECEMBER 2012 *(continued)***

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**OPINION**

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 31st December 2012 and of its profit and cash flows for the year then ended; and
- have been properly prepared in accordance with the requirements of the Companies Acts, 1963 to 2012.

We have obtained all the information and explanations 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.

In our opinion the information given in the Directors' Report on pages 2 to 4 is consistent with the financial statements.

24 - 26 City Quay  
Dublin 2

13th May 2013

TURLOUGH MULLEN FCA  
For and on behalf of  
GRANT THORNTON  
Chartered Accountants  
& Registered Auditor



**THE REGISTER OF GAS INSTALLERS OF IRELAND LIMITED  
COMPANY LIMITED BY GUARANTEE**

**PROFIT AND LOSS ACCOUNT**

**YEAR ENDED 31ST DECEMBER 2012**

	Note	2012 €	2011 €
<b>TURNOVER</b>	<b>2</b>	1,210,184	1,373,695
Cost of sales		(570,536)	(555,563)
<b>GROSS PROFIT</b>		639,648	818,132
Administrative expenses		(600,179)	(532,280)
<b>OPERATING PROFIT</b>	<b>3</b>	39,469	285,852
Interest receivable		22,804	25,436
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		62,273	311,288
Tax on profit on ordinary activities	<b>6</b>	(6,438)	(5,369)
<b>PROFIT FOR THE FINANCIAL YEAR</b>		55,835	305,919
Balance brought forward		754,056	448,137
Balance carried forward		809,891	754,056

All of the activities of the company are classed as continuing.

The company has no recognised gains or losses other than the results for the year as set out above.

These financial statements were approved by the directors on the 13th May 2013 and are signed on their behalf by:

William Doyle  
Director

Jeremiah O'Dwyer  
Director

**The notes on pages 11 to 15 form part of these financial statements.**

**THE REGISTER OF GAS INSTALLERS OF IRELAND LIMITED  
COMPANY LIMITED BY GUARANTEE**

**BALANCE SHEET**

**31ST DECEMBER 2012**

	Note	2012 €	€	2011 €	€
<b>FIXED ASSETS</b>					
Tangible assets	7		22,177		73,525
<b>CURRENT ASSETS</b>					
Stocks	8	21,563		22,709	
Debtors	9	56,530		43,265	
Cash at bank		1,013,955		1,015,597	
		<u>1,092,048</u>		<u>1,081,571</u>	
<b>CREDITORS: Amounts falling due within one year</b>	<b>10</b>	<u>304,334</u>		<u>401,040</u>	
<b>NET CURRENT ASSETS</b>			<u>787,714</u>		<u>680,531</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>809,891</u>		<u>754,056</u>
<b>RESERVES</b>	<b>12</b>				
Profit and loss account			<u>809,891</u>		<u>754,056</u>
<b>MEMBERS' FUNDS</b>			<u>809,891</u>		<u>754,056</u>

These financial statements were approved by the directors and authorised for issue on 13th May 2013, and are signed on their behalf by:

William Doyle  
Director

Jeremiah O'Dwyer  
Director

The notes on pages 11 to 15 form part of these financial statements.

**THE REGISTER OF GAS INSTALLERS OF IRELAND LIMITED  
COMPANY LIMITED BY GUARANTEE**

**CASH FLOW STATEMENT**

**YEAR ENDED 31ST DECEMBER 2012**

	<b>2012</b>		<b>2011</b>	
	€	€	€	€
<b>NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES</b>		(4,847)		332,521
<b>RETURNS ON INVESTMENTS AND SERVICING OF FINANCE</b>				
Interest received	22,804		25,436	
<b>NET CASH INFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE</b>		22,804		25,436
<b>TAXATION</b>		(7,246)		(4,935)
<b>CAPITAL EXPENDITURE</b>				
Payments to acquire tangible fixed assets	(12,240)		(12,355)	
<b>NET CASH OUTFLOW FROM CAPITAL EXPENDITURE</b>		(12,240)		(12,355)
<b>CASH (OUTFLOW)/INFLOW BEFORE FINANCING</b>		(1,529)		340,667
<b>FINANCING</b>				
Repayment of amounts owed to group undertakings	(113)		6,257	
<b>NET CASH (OUTFLOW)/INFLOW FROM FINANCING</b>		(113)		6,257
<b>(DECREASE)/INCREASE IN CASH</b>		(1,642)		346,924
<b>RECONCILIATION OF OPERATING PROFIT TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES</b>				
		<b>2012</b>		<b>2011</b>
		€		€
Operating profit		39,469		285,852
Depreciation		63,588		60,527
Decrease/(increase) in stocks		1,146		(14,214)
(Increase)/decrease in debtors		(12,457)		5,142
Decrease in creditors		(96,593)		(4,786)
Net cash (outflow)/inflow from operating activities		(4,847)		332,521

The notes on pages 11 to 15 form part of these financial statements.

**THE REGISTER OF GAS INSTALLERS OF IRELAND LIMITED  
COMPANY LIMITED BY GUARANTEE**

**CASH FLOW STATEMENT**

**YEAR ENDED 31ST DECEMBER 2012**

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS**

	2012		2011	
	€	€	€	€
(Decrease)/increase in cash in the period	(1,642)		346,924	
Net cash outflow from/(inflow) from amounts owed to group undertakings	<u>113</u>		<u>(6,257)</u>	
		(1,529)		<u>340,667</u>
Change in net funds		(1,529)		<u>340,667</u>
Net funds at 1 January 2012		<u>988,030</u>		<u>647,363</u>
Net funds at 31 December 2012		<u><u>986,501</u></u>		<u><u>988,030</u></u>

**ANALYSIS OF CHANGES IN NET FUNDS**

	At 1 Jan 2012	Cash flows	At 31 Dec 2012
	€	€	€
Net cash:			
Cash in hand and at bank	<u>1,015,597</u>	<u>(1,642)</u>	<u>1,013,955</u>
Debt:			
Debt due within 1 year	<u>(27,567)</u>	<u>113</u>	<u>(27,454)</u>
Net funds	<u><u>988,030</u></u>	<u><u>(1,529)</u></u>	<u><u>986,501</u></u>

The notes on pages 11 to 15 form part of these financial statements.

# THE REGISTER OF GAS INSTALLERS OF IRELAND LIMITED COMPANY LIMITED BY GUARANTEE

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST DECEMBER 2012

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### 1. ACCOUNTING POLICIES

#### Basis of accounting

The financial statements are prepared in accordance with generally accepted accounting principles under the historical cost convention and comply with financial reporting standards of the Accounting Standards Board, as promulgated by the Institute of Chartered Accountants in Ireland, and Irish statute comprising the Companies Acts, 1963 to 2012.

#### Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year.

#### Fixed assets

All fixed assets are initially recorded at cost.

#### 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 - 25% Straight Line

#### Stocks

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

#### Deferred set up costs

Set up costs in relation to the contract with the commission for energy regulation are being released to the profit and loss account over the period of the contract, 7 years.

#### Deferred income

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

#### 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 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.

### 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:

	2012 €	2011 €
Republic of Ireland	<u>1,210,184</u>	<u>1,373,695</u>

**THE REGISTER OF GAS INSTALLERS OF IRELAND LIMITED  
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31ST DECEMBER 2012**

**3. OPERATING PROFIT**

Operating profit is stated after charging:

	<b>2012</b>	2011
	€	€
Depreciation of owned fixed assets	63,588	60,527
Auditor's remuneration		
- as auditor	<u>8,500</u>	<u>8,500</u>

**4. PARTICULARS OF EMPLOYEES**

The average number of staff employed by the company during the financial year amounted to:

	<b>2012</b>	2011
	No	No
Number of inspectors	8	7
Number of administrative staff	<u>5</u>	<u>5</u>
	<u>13</u>	<u>12</u>

The aggregate payroll costs of the above were:

	<b>2012</b>	2011
	€	€
Wages and salaries	504,610	454,660
Social welfare costs	<u>28,859</u>	<u>27,800</u>
	<u>533,469</u>	<u>482,460</u>

**5. DIRECTORS' REMUNERATION**

The directors' aggregate remuneration in respect of qualifying services were:

	<b>2012</b>	2011
	€	€
Remuneration receivable	<u>9,937</u>	<u>4,572</u>

**THE REGISTER OF GAS INSTALLERS OF IRELAND LIMITED  
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31ST DECEMBER 2012**

**6. TAXATION ON ORDINARY ACTIVITIES**

**(a) Analysis of charge in the year**

	<b>2012</b>	<b>2011</b>
	€	€
Current tax:		
Irish Corporation tax based on the results for the year at 12.50% (2011 - 12.50%)	6,438	5,369
Total current tax	<u>6,438</u>	<u>5,369</u>

**(b) Factors affecting current tax charge**

The tax assessed on the profit on ordinary activities for the year is lower than the standard rate of corporation tax in Ireland of 12.50% (2011 - 12.50%).

	<b>2012</b>	<b>2011</b>
	€	€
Profit on ordinary activities before taxation	<u>62,273</u>	<u>311,288</u>
Profit on ordinary activities by rate of tax	7,784	38,911
Profit not subject to tax	9,599	(25,010)
Credit for DIRT paid	(7,726)	(5,848)
Additional tax arising on profits chargeable at 25%	<u>(3,219)</u>	<u>(2,684)</u>
Total current tax (note 6(a))	<u>6,438</u>	<u>5,369</u>

**7. TANGIBLE FIXED ASSETS**

	<b>Brought forward</b>	<b>Additions</b>	<b>Carried forward</b>
	<b>1 Jan 12</b>	<b>€</b>	<b>31 Dec 12</b>
	€	€	€
<b>COST</b>			
Equipment	<u>242,106</u>	<u>12,240</u>	<u>254,346</u>
	<b>Brought forward</b>		<b>Carried forward</b>
	<b>1 Jan 12</b>	<b>Charges</b>	<b>31 Dec 12</b>
	€	€	€
<b>DEPRECIATION</b>			
Equipment	<u>168,581</u>	<u>63,588</u>	<u>232,169</u>

**THE REGISTER OF GAS INSTALLERS OF IRELAND LIMITED  
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31ST DECEMBER 2012**

**7. TANGIBLE FIXED ASSETS** *(continued)*

	<b>Brought forward 1 Jan 12 €</b>	<b>Carried forward 31 Dec 12 €</b>
<b>NET BOOK VALUE</b>		
Equipment	<u>73,525</u>	<u>22,177</u>

**8. STOCKS**

	<b>2012 €</b>	<b>2011 €</b>
Finished goods	<u>21,563</u>	<u>22,709</u>

The replacement cost of stocks did not differ significantly from cost.

**9. DEBTORS**

	<b>2012 €</b>	<b>2011 €</b>
Trade debtors	690	734
Amounts owed by group undertakings	1,431	-
Corporation tax repayable	1,287	479
Prepayments and accrued income	<u>53,122</u>	<u>42,052</u>
	<u>56,530</u>	<u>43,265</u>

**10. CREDITORS: Amounts falling due within one year**

	<b>2012 €</b>		<b>2011 €</b>	
Trade creditors	29,863		51,723	
Amounts owed to group undertakings	27,454		55,047	
Other creditors including taxation and social welfare:				
PAYE and social welfare	8,768		8,470	
Accruals and deferred income	<u>238,249</u>		<u>285,800</u>	
	<u>304,334</u>		<u>401,040</u>	



**THE REGISTER OF GAS INSTALLERS OF IRELAND LIMITED  
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31ST DECEMBER 2012**

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**11. RELATED PARTY TRANSACTIONS**

The company was under the control of the directors during the period.

The company is related to The Register of Electrical Contractors of Ireland Limited (RECI) due to common directors.

The company owed RECI €26,023 at 31 December 2012 (2011: €55,047).

During the period RECI charged the company €14,500 for facility usage (2011: €14,500).

**12. COMPANY LIMITED BY GUARANTEE**

The company is a company limited by guarantee without a share capital.