



AN CHOMHAIRLE MHÚINTEOIREACHTA
The Teaching Council

AUDITED FINANCIAL STATEMENTS

for the period ended 31 December 2006

APPENDIX 4

AUDITED FINANCIAL STATEMENTS for the period ended 31 December 2006

AN CHOMHAIRLE MHÚINTEOIREACHTA
The Teaching Council

Auditors

Anne Brady McQuillans DFK
 Chartered Accountants & Registered Auditors
 Iveagh Court
 Harcourt Road
 Dublin 2

Business Address

Block A
 Maynooth Business Campus
 Maynooth
 Co. Kildare

Bankers

Bank of Ireland
 Main Street
 Maynooth
 Co. Kildare

AIB Bank plc
 Main Street
 Maynooth
 Co. Kildare

Solicitors

McDowell Purcell Partnership Solicitors
 The Capel Building
 Mary's Abbey
 Dublin 7

Arthur Cox Solicitors
 Earlsfort Centre
 Earlsfort Terrace
 Dublin 2

AUDITED FINANCIAL STATEMENTS for the period ended 31 December 2006**AN CHOMHAIRLE MHÚINTEOIREACHTA**
The Teaching Council

Council's Report	58
Statement of Council's Responsibilities	59
Independent Auditors' Report	60
Income and Expenditure Account	62
Balance Sheet	63
Cash Flow Statement	64
Notes to the Financial Statements	64

AUDITED FINANCIAL STATEMENTS for the period ended 31 December 2006

AN CHOMHAIRLE MHÚINTEOIREACHTA *The Teaching Council*

Council's Report for the period ended 31 December 2006

The Council presents the first report and the financial statements for the period from the 28 March 2006 (date of establishment) to 31 December 2006. The Teaching Council (An Chomhairle Mhúinteoireachta) was established on a statutory basis on 28 March 2006 in accordance with the Teaching Council Act, 2001.

Principal Activity

The principal activity of the Teaching Council is to promote teaching as a profession at primary and post-primary levels, to promote the professional development of teachers and to regulate standards in the teaching profession.

Results

The surplus for the period after providing for depreciation and taxation amounted to €32,898.

Books of Account

The Council is responsible under Section 18 of the Teaching Council Act, 2001, for keeping proper books of account which disclose with reasonable accuracy at any time the financial position of the organisation. The Council is also responsible for safeguarding the assets of the organisation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The books of account of the Teaching Council are maintained at Maynooth Business Campus, Maynooth, Co. Kildare.


Auditors

Anne Brady McQuillans DFK were appointed auditors by the Minister for Education and Science during the period and they have expressed their willingness to continue in office.

Events After the Balance Sheet Date

There have been no circumstances or events subsequent to the year end, which require adjustment to, or disclosure in, the financial statements or in the notes thereto.

On behalf of the Council



JOAN WARD
Chairperson

Date: 3 October 2007



ÁINE LAWLOR
Director

AN CHOMHAIRLE MHÚINTEOIREACHTA
The Teaching Council

Statement of Council's Responsibilities for the Financial Statements

The Council is responsible for preparing the Report and the Financial Statements in accordance with applicable Irish law, including Section 18 of the Teaching Council Act, 2001 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 law including Section 18 (2) of the Teaching Council Act, 2001, requires the Council to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the organisation for that period.

In preparing the financial statements, the Council is required to:

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the organisation will continue in business.

The Council confirms it has complied with the above requirements in preparing the financial statements.

The Council is responsible for keeping proper books of account which disclose with reasonable accuracy at any time the financial position of the organisation and enable it to ensure the financial statements are prepared in accordance with accounting standards generally accepted in Ireland and with Irish law including Section 18, of the Teaching Council Act, 2001.

The Council is responsible for safeguarding the assets of the organisation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Council is responsible for the maintenance and integrity of the website. Legislation in Ireland concerning the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

On behalf of the Council



JOAN WARD
Chairperson

Date: 3 October 2007



ÁINE LAWLOR
Director

AN CHOMHAIRLE MHÚINTEOIREACHTA
The Teaching Council

**Independent Auditors' Report
to the Council Members of the Teaching Council**

We have audited the financial statements of the Teaching Council for the period ended 31 December 2006 which comprise the Income and Expenditure Account, Balance Sheet, Cash Flow Statement and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies therein.

This report is made to the Council's members, as a body in accordance with Section 18 of the Teaching Council Act, 2001. Our audit work has been undertaken so that we might state to the Council'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 organisation and the Council's members as a body, for our audit work, for this report, or for the opinion we have formed.

Respective Responsibilities of the Council and Auditors

The Council's responsibilities for preparing the Council's report and the financial statements in accordance with applicable Irish law including Section 18 of the Teaching Council Act, 2001, and the accounting standards issued by the Accounting Standards Board and published by The Institute of Chartered Accountants in Ireland (Generally Accepted Accounting Practice in Ireland) are set out in the Statement of Council's Responsibilities.

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

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 Irish law including Section 18 of the Teaching Council Act, 2001. We also report to you whether in our opinion: proper books of account have been kept by the organisation; and whether the information given in the Council's Report is consistent with the financial statements. In addition, we state whether we have obtained all the information and explanations we consider necessary for the purposes of our audit and whether the organisation's financial statements are in agreement with the books of account.

We read the other information contained in the Council report and consider whether it is consistent with the audited financial statements. This other information comprises only the Council's Report. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

AUDITED FINANCIAL STATEMENTS for the period ended 31 December 2006**AN CHOMHAIRLE MHÚINTEOIREACHTA**
*The Teaching Council***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 Council in the preparation of the financial statements, and of whether the accounting policies are appropriate to the organisation'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.

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 organisation's affairs as at 31 December 2006 and of its result for the period then ended and have been properly prepared in accordance with the requirements of Irish law including Section 18 of the Teaching Council Act, 2001.

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 organisation. The financial statements are in agreement with the books of account.

In our opinion the information given in the Council's report is consistent with the financial statements.

Anne Brady McQuillans DFK
Chartered Accountants & Registered Auditors
Iveagh Court
Harcourt Road
Dublin 2

Date: 3 October 2007

AUDITED FINANCIAL STATEMENTS for the period ended 31 December 2006

AN CHOMHAIRLE MHÚINTEOIREACHTA
The Teaching CouncilIncome and Expenditure Account
for the period ended 31 December 2006

		Period Ended 31 December 2006 €
Income	Notes	
Department of Education and Science		999,143
Registration and Assessment Fees		141,308
Application Fees		1,000
Other Income		537
Total Income	2	<u>1,141,988</u>
Expenditure		
Accommodation Costs		(124,618)
Staff Costs	4	(468,728)
Other Administration Costs		(171,622)
Courses, Conferences and Meeting Expenses		(88,777)
Registration and Verification Activities		(109,515)
Information Technology Expenses		(23,110)
Communications and Education Activities		(109,173)
Depreciation		(13,547)
Total Expenditure		<u>(1,109,090)</u>
Surplus on ordinary activities before taxation	3	<u>32,898</u>
Taxation	5	-
Surplus on ordinary activities after taxation		<u>32,898</u>

There are no recognised gains or losses other than the result for the above financial period. The result of the period has been generated exclusively from continuing operations.

The notes on pages 64 to 67 form part of these financial statements.

The financial statements were approved by the Council on 3 October 2007 and signed on its behalf by



JOAN WARD
Chairperson

Date: 3 October 2007



ÁINE LAWLOR
Director

AUDITED FINANCIAL STATEMENTS for the period ended 31 December 2006

AN CHOMHAIRLE MHÚINTEOIREACHTA
The Teaching CouncilBalance Sheet
as at 31 December 2006

	Notes	€	2006 €
Fixed Assets			
Tangible assets	6		169,302
Investments	7		<u>34,395</u>
			203,697
Current Assets			
Cash at bank and in hand		<u>12,046</u>	
Creditors: amounts falling due within one year	8	<u>(182,845)</u>	
Net Current Liabilities			<u>(170,799)</u>
Total Assets Less Current Liabilities			<u><u>32,898</u></u>
Reserves			
Closing Reserves	9		<u>32,898</u>
Total Funds			<u><u>32,898</u></u>

The notes on pages 64 to 67 form part of these financial statements.

The financial statements were approved by the Council on 3 October 2007 and signed on its behalf by



JOAN WARD

Chairperson

Date: 3 October 2007



ÁINE LAWLOR

Director

AUDITED FINANCIAL STATEMENTS for the period ended 31 December 2006

AN CHOMHAIRLE MHÚINTEOIREACHTA
*The Teaching Council*Cash Flow Statement
for the period ended 31 December 2006

	Notes	2006 €
Reconciliation of operating surplus to net cash inflow from operating activities		
Operating surplus		32,898
Depreciation		13,547
Increase in creditors		182,845
Net cash inflow from operating activities		<u>229,290</u>
Cash Flow Statement		
Net cash inflow from operating activities		229,290
Capital expenditure and financial investment	11	(217,244)
Increase in cash in the period		<u>12,046</u>
Reconciliation of net cash flow to movement in net funds	12	
Net funds at 31 December 2006		<u>12,046</u>

Notes to the Financial Statements
for the period ended 31 December 2006**1. Accounting Policies****1.1. Accounting Convention**

The financial statements are prepared in accordance with generally accepted accounting principles under the historical cost convention and comply with the Financial Reporting Standards of the Accounting Standards Board, as promulgated by the Institute of Chartered Accountants in Ireland.

1.2. Income

Income represents funding received from the Department of Education and Science and registration fee income received during the period. All income / fees receivable are accounted for as they are received.

1.3. Tangible Fixed Assets and Depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Fixtures, Fittings and Equipment	- 10% straight line
Computer Equipment	- 25% straight line
Computer Software	- 10% straight line

1.4. Investments

Fixed asset investments are stated at cost.

1.5. Foreign Currencies

Monetary assets and liabilities denominated in foreign currencies are translated into Euro at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the Income and Expenditure Account.

2. Income

The income of the organisation for the period has been derived from its principal activity wholly undertaken in Ireland.

AUDITED FINANCIAL STATEMENTS for the period ended 31 December 2006

AN CHOMHAIRLE MHÚINTEOIREACHTA
The Teaching Council

3. Operating Surplus	2006 €
Operating surplus is stated after charging:	
Depreciation	13,547
Auditors' remuneration	<u>6,655</u>

In the period prior to the establishment of the Teaching Council and during the period ended 31 December 2006 the Department of Education and Science incurred expenditure on behalf of the Teaching Council amounting to €1,761,119. This expenditure related to capital expenditure and on-going costs of the the Teaching Council. This expenditure has not been included in these financial statements.

The Registration Council was dissolved on 28 March 2006 and as per Section 49 of the Teaching Council Act, 2001 all moneys, assets and liabilities of the Registration Council were transferred to the Teaching Council.

4. Employees	2006
4.1 Number of employees	
The average monthly numbers of employees (excluding the Council Members) during the period were:	
Office and management	<u>10</u>

4.2 Employment costs	2006 €
Wages and salaries	354,452
Social welfare costs	29,674
Recruitment costs	61,833
Other pension costs	10,285
Other payroll costs	<u>12,484</u>
	<u>468,728</u>

5. Taxation

The Teaching Council is exempt from Corporation Taxation in respect of its activities.
Passive income, if any, (such as deposit interest) remains taxable.

6. Fixed Assets	Fixtures & Fittings €	Computer Software €	Computer Equipment €	Total €
Cost				
At 28 March 2006	-	-	-	-
Additions	<u>42,925</u>	<u>66,878</u>	<u>73,046</u>	<u>182,849</u>
At 31 December 2006	<u>42,925</u>	<u>66,878</u>	<u>73,046</u>	<u>182,849</u>
Depreciation				
At 28 March 2006	-	-	-	-
Charge for the period	<u>1,963</u>	<u>2,416</u>	<u>9,168</u>	<u>13,547</u>
At 31 December 2006	<u>1,963</u>	<u>2,416</u>	<u>9,168</u>	<u>13,547</u>
Net book values				
At 31 December 2006	<u>40,962</u>	<u>64,462</u>	<u>63,878</u>	<u>169,302</u>

AUDITED FINANCIAL STATEMENTS for the period ended 31 December 2006

AN CHOMHAIRLE MHÚINTEOIREACHTA
*The Teaching Council***7. Investments**

	Government Bonds €	Total €
Cost		
At 28 March 2006	-	-
Additions	34,395	34,395
At 31 December 2006	34,395	34,395
Provisions for diminution in value:		
At 28 March 2006	-	-
Movement	-	-
At 31 December 2006	-	-
Net book values		
At 31 December 2006	<u>34,395</u>	<u>34,395</u>

The investments consists of various Government stock and bonds, the market value of which is in excess of the value shown above.

8. Creditors: amounts falling due within one year

	2006 €
Trade creditors	117,380
Other creditors	10,285
Accruals	<u>55,180</u>
	<u>182,845</u>

9. Reserves

	General reserve €
At 28 March 2006	-
Surplus for the period	32,898
At 31 December 2006	<u>32,898</u>

AUDITED FINANCIAL STATEMENTS for the period ended 31 December 2006
AN CHOMHAIRLE MHÚINTEOIREACHTA
The Teaching Council
10. Controlling Parties

The Teaching Council is controlled by the Council Members. The Minister for Education and Science is the ultimate controlling party.

11. Gross Cash Flows

2006
€

Capital expenditure and financial investment

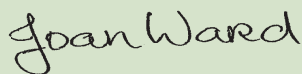
Payments to acquire tangible assets	(182,849)
Investments acquired	(34,395)
	<u>(217,244)</u>

12. Analysis of Changes in Net Funds

	Opening Balance €	Cash flows €	Closing balance €
Cash at bank and in hand	-	12,046	12,046
Net funds	-	12,046	12,046

13. Approval of Financial Statements

The financial statements were approved by the Council on 3 October 2007 and signed on its behalf by



JOAN WARD

Chairperson

Date: 3 October 2007



ÁINE LAWLOR

Director



AN CHOMHAIRLE MHÚINTEOIREACHTA

The Teaching Council

Block A
Maynooth Business Campus
Maynooth
Co. Kildare

Telephone
LoCall **1890 224 224**
or **+353 1 651 7900**

Fax
+353 1 651 7901

E-mail
info@teachingcouncil.ie

www.teachingcouncil.ie

Published in December 2007 by the Teaching Council, Block A, Maynooth Business Campus, Maynooth, Co. Kildare.

© All rights reserved. No part of this publication may be reproduced, stored in a retrieval system, or transmitted in any form or by any means, electronic, mechanical, photocopying, recording or otherwise, without the prior permission of the Teaching Council.
