

Catholic Institute For Deaf People

**Financial Statements
Year Ended 31st December 2010**

Catholic Institute For Deaf People

Contents

| | Page |
|--|---------------|
| Directors and Other Information | 1 |
| Directors' Report | 2 - 3 |
| Statement of Directors' Responsibilities | 4 |
| Auditors' Report | 5 - 6 |
| Income and Expenditure Account | 7 |
| Balance Sheet | 8 |
| Notes to the Financial Statements | 9 - 12 |

Catholic Institute For Deaf People

Directors and Other Information

| | |
|--------------------------------|---|
| Directors | Dr. Diarmuid Martin (President) Fr. Michael Cullen (Chairman) Maura Buckley Anne Coogan Anna Dangerfield Alvean Jones (Appointed September 2010) Fr Joseph Jones Niall Keane Gerald Larkin Lilian Molloy Anne McGuinness Ann McNicholas Regina O'Connell Aidan O'Mara Paul Ryder Rory Spain Kevin Stanley Fr. Gerard Tyrrell (Appointed February 2010) |
| Secretary | Fr. Joseph Jones |
| Chief Executive Officer | Liam O'Dwyer |
| Auditors | Robert J. Kidney & Co, Chartered Accountants & Registered Auditor, 11 Adelaide Road, Dublin 2. |
| Bankers | Bank of Ireland, 6 Lower O'Connell Street Dublin 1. |
| Solicitors | Maxwells 19/20 Lower Baggot Street, Dublin 2. |
| Registered Office | 40 Lower Drumcondra Road, Drumcondra, Dublin 9. |
| Company Number | 197899 |
| Charity Number | CHY 1394 |

Catholic Institute For Deaf People

Directors' Report Year Ended 31st December 2010

The directors present their annual report and the audited financial statements for the year ended 31st December 2010.

Principal activities, business review and future developments

The company is involved in the provision of residential, education, community development services and pastoral care services to the Deaf community.

Since 1997 the company has assumed the role of trusteeship of St. Joseph's School for Deaf Boys and St. Mary's School for Deaf Girls and the management of St. Joseph's Residence, St. Mary's Residence and St. Joseph's House for Adult Deaf and Deaf Blind.

The company is in the process of developing comprehensive services for the Deaf Community to be based in Cabra.

Results and state of affairs

The deficit for the year amounted to €538,391 after a charge of €550,132 in respect of reorganisation costs in the Residences (2009 - Surplus €103,893). This deficit is deducted from previous surpluses and, as a result the company had net assets of €16,375,814 at 31st December 2010.

Directors and Secretary

The Directors who served during the period from 1st January 2010 to 20th June 2011 are set out on Page 1 and served during this period unless otherwise indicated.

Under the Articles of Association the Directors are not required to retire by rotation.

Events since the year end

The Deaf Village Project in Cabra was signed off and agreed with the Deaf Community and the Board of the Catholic Institute for Deaf People in Autumn 2010. The plans went to tender, the contract was awarded to John Sisk and Sons Limited in March 2011 and work on the project commenced at the beginning of June 2011. The build is expected to take fifteen months and the Institute will move its offices and those of the other Deaf associations to the Cabra site in September 2012.

The new Centre for Deaf Education was also established in June 2011.

Phase 3 of the Project - the moving of vulnerable Deaf and Deaf Blind adults residing in St. Joseph's House, Brewery Road, from Stillorgan to the Village in Cabra is planned for September 2014.

Catholic Institute For Deaf People

Directors' Report Year Ended 31st December 2010

Accounting records

The measures taken by the directors to ensure compliance with the requirements of Section 202, 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 40 Lower Drumcondra Road, Drumcondra, Dublin 9.

Auditors

The auditors, Robert J. Kidney & Co, have indicated their willingness to continue in office in accordance with the provisions of Section 160(2) of the Companies Act, 1963.

On behalf of the board

Fr. Michael Cullen

Rory Spain

Director

Director

Date 20th June 2011

Catholic Institute For Deaf People

Statement of 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 period.

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
- 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 to enable them to ensure that the financial statements are prepared in accordance with accounting standards generally accepted in Ireland and with Irish statute comprising the Companies Acts, 1963 to 2009. 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

Fr. Michael Cullen

Rory Spain

Director

Director

Catholic Institute For Deaf People

Independent Auditors' Report to the Members of Catholic Institute For Deaf People

We have audited the financial statements of Catholic Institute For Deaf People for the year ended 31st December 2010 which comprise the Income and Expenditure Account, the Balance Sheet and the related notes. These financial statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out on page 9.

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 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the statement of directors' responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and Irish Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and Auditing Standards promulgated by the Auditing Practices Board in Ireland and the United Kingdom.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Acts 1963 to 2009. We also report to you whether in our opinion: proper books of account have been kept by 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 company's Balance Sheet and its Income and Expenditure Account are in agreement with the books of account.

We report to the members if, in our opinion, any information specified by law regarding directors' remuneration and directors' transactions is not given 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 misstatements 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.

Catholic Institute For Deaf People

**Independent Auditors' Report to the Members of Catholic Institute For Deaf People
(Continued)**

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 2010 and of its deficit for the year then ended and have been properly prepared in accordance with the Companies Acts 1963 to 2009 and all Regulations to be construed as one with those Acts.

We have obtained all the information and explanations that 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 is consistent with the financial statements.

.....
**Robert J. Kidney & Co.,
Chartered Accountants
& Registered Auditor,
11 Adelaide Road,
Dublin 2.**

Date: 20th June 2011

Catholic Institute For Deaf People

**Income and Expenditure Account
Year Ended 31st December 2010**

| | Note | 2010 € | 2009 € |
|---|----------|-------------|-------------|
| Income | | 933,405 | 1,063,902 |
| Administrative expenses | | (829,470) | (834,152) |
| Depreciation | | (10,410) | (7,063) |
| | | <hr/> | <hr/> |
| Surplus on ordinary activities | | 93,525 | 222,687 |
| Grants and Sponsorships | 4 | (80,577) | (195,577) |
| Interest payable and similar charges | | (1,207) | (1,693) |
| | | <hr/> | <hr/> |
| Surplus for the year after Grants and Sponsorships and Interest | | 11,741 | 25,417 |
| Exceptional Items | | | |
| Restructuring Costs | | (550,132) | - |
| Surplus on revaluation of BOI Investment | | - | 78,476 |
| | | <hr/> | <hr/> |
| Retained (Deficit)/Surplus for the Year | | (538,391) | 103,893 |
| Retained Surplus brought forward | | 14,657,798 | 14,553,905 |
| | | <hr/> | <hr/> |
| Retained Surplus carried forward | | 14,119,407 | 14,657,798 |
| | | <hr/> <hr/> | <hr/> <hr/> |

There are no recognised gains or losses other than the surplus for the above two financial years.

The notes on pages 9 to 12 form an integral part of these financial statements.

Catholic Institute For Deaf People

Balance Sheet as at 31st December 2010

| | Note | 2010 € | 2009 € |
|---|------|--------------------------|--------------------------|
| Tangible assets | 6 | 1,295,478 | 468,966 |
| Financial assets | 7 | 658,465 | 1,058,465 |
| | | <u>1,953,943</u> | <u>1,527,431</u> |
| Current Assets | | | |
| Debtors | 8 | 538,929 | 2,092,354 |
| Deposit Accounts | | 12,843,858 | 12,008,521 |
| Designated Account | | 1,434,538 | 1,461,772 |
| Cash at bank | | 65,335 | 329,970 |
| | | <u>14,882,660</u> | <u>15,892,617</u> |
| Creditors: amounts falling due within one year | | | |
| | 9 | <u>(460,789)</u> | <u>(505,843)</u> |
| Net Current Assets | | | |
| | | <u>14,421,871</u> | <u>15,386,774</u> |
| Total Assets less Current Liabilities | | | |
| | | <u><u>16,375,814</u></u> | <u><u>16,914,205</u></u> |
| Capital and Reserves: | | | |
| Capital Reserves | | 2,256,407 | 2,256,407 |
| Retained Surplus | | 14,119,407 | 14,657,798 |
| | | <u>16,375,814</u> | <u>16,914,205</u> |

On behalf of the board

Fr. Michael Cullen
Director

Rory Spain
Director

Date: 20th June 2011

The notes on pages 9 to 12 form an integral part of these financial statements.

Catholic Institute For Deaf People

Notes To The Financial Statements Year Ended 31st December 2010

1. Accounting Policies

1.1 Basis of Accounting

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 Depreciation

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

| | |
|-------------------|-------------------------|
| Buildings | - 2% Straight Line |
| Plant & Equipment | - 15% Straight Line |
| Furniture | - 33 1/3% Straight Line |

1.3 Tangible Assets

Land and Buildings are included at cost.

1.4 Donations

Donations, Legacies and other forms of Voluntary Income are included as income as they arise. Some donations and bequests are held for 'restricted purposes' i.e. they are held for more restrictive purposes than those set out in the Memorandum and Articles of Association of the company.

1.5 Investments

Investments are included at cost less provision for any permanent diminution in value.

1.6 Capital Reserves

Surpluses on revaluation, or disposal, of land and buildings are credited to the capital reserve.

2. Company Status

Catholic Institute for Deaf People is a company limited by guarantee and not having a share capital.

3. Employees

2010

2009

Number of employees

The average monthly numbers of employees employed by the company during the year were:

| | | |
|----------------|----|----|
| Administration | 12 | 12 |
|----------------|----|----|

Employment costs

2010

2009

€

€

| | | |
|------------------|----------------|----------------|
| Salaries & Wages | 392,768 | 375,280 |
| Pension costs | 40,796 | 59,960 |
| | <u>433,564</u> | <u>435,240</u> |

Catholic Institute For Deaf People

**Notes To The Financial Statements
Year Ended 31st December 2010**

| 4. Grants and Sponsorship | 2010 € | 2009 € |
|---|---------------|----------------|
| St. Joseph's House, Brewery Road - Fire Alarm | 80,577 | - |
| St. Joseph's School, Cabra | - | 65,695 |
| St. Mary's School | - | 40,835 |
| Cabra Farm | - | 76,047 |
| Irish Deaf Sports | - | 13,000 |
| | <u>80,577</u> | <u>195,577</u> |

5. Taxation

There is no corporation tax liability as the company has been granted charitable status by the Revenue Commissioners.

| 6. Tangible fixed assets | Cabra Project € | St. Joseph's House € | Office Equipment € | Fixtures & Fittings € | Computer Equipment € | Total € |
|--------------------------|-----------------------|----------------------------|--------------------------|-----------------------------|----------------------------|------------------|
| Cost | | | | | | |
| At 1 January 2010 | 407,595 | 73,071 | 6,477 | 5,000 | 11,651 | 503,794 |
| Additions | 826,892 | - | - | - | 10,030 | 836,922 |
| At 31 December 2010 | <u>1,234,487</u> | <u>73,071</u> | <u>6,477</u> | <u>5,000</u> | <u>21,681</u> | <u>1,340,716</u> |
| Depreciation | | | | | | |
| At 1 January 2010 | - | 29,226 | 972 | 750 | 3,880 | 34,828 |
| Charge for the year | - | 1,461 | 972 | 750 | 7,227 | 10,410 |
| At 31 December 2010 | <u>-</u> | <u>30,687</u> | <u>1,944</u> | <u>1,500</u> | <u>11,107</u> | <u>45,238</u> |
| Net book values | | | | | | |
| At 31 December 2010 | <u>1,234,487</u> | <u>42,384</u> | <u>4,533</u> | <u>3,500</u> | <u>10,574</u> | <u>1,295,478</u> |
| At 31 December 2009 | <u>407,595</u> | <u>43,845</u> | <u>5,505</u> | <u>4,250</u> | <u>7,771</u> | <u>468,966</u> |

The additions for the Cabra Project relate to professional fees incurred in the planning, tendering and legal processes for the new Deaf community development.

Catholic Institute For Deaf People

**Notes To The Financial Statements
Year Ended 31st December 2010**

| 7. Financial assets | State Street Global Advisors € | Canada Life Bond € | Irish Life Bond € | Bank of Ireland Capital € | Total € |
|---------------------|---|-----------------------------|----------------------------|------------------------------------|----------------|
| Cost | | | | | |
| At 1 January 2010 | 600,000 | 200,000 | 200,000 | 58,465 | 1,058,465 |
| Disposals | - | (200,000) | (200,000) | - | (400,000) |
| At 31 December 2010 | <u>600,000</u> | <u>-</u> | <u>-</u> | <u>58,465</u> | <u>658,465</u> |

State Street Global Advisors - Valuation at 31/12/10 was €669,688.

BoI Capital Stock Valuation of 259,697 units at 31/12/2010 was €97,386. The valuation at 14th June 2011 was €33,761.

| 8. Debtors | 2010 € | 2009 € |
|--|----------------|------------------|
| Railway Procurement Agency - St. Vincents' Centre | - | 1,500,000 |
| Loans - Residences, Schools and Irish Deaf Society | 297,765 | 253,592 |
| Deposit Interest due | 44,680 | 84,743 |
| Rents due | 85,213 | 110,179 |
| Other including Prepayments | 111,271 | 143,840 |
| | <u>538,929</u> | <u>2,092,354</u> |
| | | |
| 9. Creditors: amounts falling due within one year | 2010 € | 2009 € |
| Trade Creditors, Consultancy and Professional Fees | 423,689 | 304,730 |
| Bank Overdraft | 2,424 | 17,425 |
| Paye/Prsi | 34,676 | 33,688 |
| Sale - St. Vincent's Centre Costs | - | 150,000 |
| | <u>460,789</u> | <u>505,843</u> |
| | | |
| 10. Net Rent Receivable | 2010 € | 2009 € |
| Rental Income | 345,838 | 413,915 |
| Expenditure on Rented Property | (29,064) | (48,285) |
| | <u>316,774</u> | <u>365,630</u> |

Catholic Institute For Deaf People

**Notes To The Financial Statements
Year Ended 31st December 2010**

11. Approval of financial statements

The financial statements were approved by the Board on 20th June 2011.

Catholic Institute For Deaf People

**Income And Expenditure Statement
Year Ended 31st December 2010**

| | Note | 2010 € | 2009 € |
|--|-----------|--------------------------|--------------------------|
| INCOME | | | |
| Deposit Interest (Gross) | | 409,315 | 644,325 |
| Investment Income | | 80,130 | - |
| Rent Receivable - Net | 10 | 316,774 | 365,630 |
| Donation & Gifts | | 364 | 1,947 |
| Administration & Management Charge | | 126,822 | 52,000 |
| | | <u>933,405</u> | <u>1,063,902</u> |
| EXPENDITURE | | | |
| Salaries & Wages | | 392,768 | 375,280 |
| Pension Costs | | 40,796 | 59,960 |
| Staff Training & Development | | 9,860 | 10,143 |
| Chaplaincy | | 64,902 | 47,691 |
| Counselling | | 24,633 | 7,641 |
| Consultants Fees | | 2,192 | 27,556 |
| Insurances | | 5,515 | 4,646 |
| Light and Heat | | 14,831 | 17,546 |
| Security Costs | | 4,944 | 3,055 |
| Repairs & Maintenance | | 11,833 | 39,510 |
| Printing, Postage & Stationery | | 12,174 | 15,775 |
| Telephone & Fax | | 5,647 | 3,252 |
| Computer Costs | | 27,336 | 19,738 |
| Interpreting Costs | | 48,237 | 27,196 |
| Motor, Travel & Subsistence | | 26,587 | 22,002 |
| Audit, Accountancy, Legal & Professional | | 126,573 | 131,051 |
| Canteen | | 5,782 | 8,641 |
| Sundry | | 3,422 | 12,019 |
| Subscriptions | | 1,438 | 1,450 |
| Bank Interest | | 1,207 | 1,693 |
| Depreciation | | 10,410 | 7,063 |
| | | <u>841,087</u> | <u>842,908</u> |
| Operating Surplus for Year | | <u>92,318</u> | <u>220,994</u> |
| OTHER | | | |
| Grants and Sponsorship | 4 | (80,577) | (195,577) |
| Restructuring Costs | | (550,132) | - |
| Revaluation of BOI Investment | | - | 78,476 |
| (Deficit)/Surplus for the year | | (538,391) | 103,893 |
| Revenue Surplus at beginning of year | | 14,657,798 | 14,553,905 |
| Revenue Surplus at end of Year | | <u><u>14,119,407</u></u> | <u><u>14,657,798</u></u> |