

The Multiple Sclerosis Society of Ireland

Reports and Consolidated
Financial Statements
For the year ended
31 December 2013

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND
REPORTS AND CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

CONTENTS

	PAGE
DIRECTORS AND OTHER INFORMATION	2 - 3
DIRECTORS' REPORT	4 - 8
STATEMENT OF DIRECTORS' RESPONSIBILITIES	9
INDEPENDENT AUDITORS' REPORT	10 - 11
STATEMENT OF ACCOUNTING POLICIES	12 - 13
CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES	14
CONSOLIDATED BALANCE SHEET	15
COMPANY BALANCE SHEET	16
CONSOLIDATED CASH FLOW STATEMENT	17
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS	18 - 27

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

DIRECTORS AND OTHER INFORMATION

BOARD OF DIRECTORS

Manfred Huschka (Chairman)
Patrick Stronge (Deputy Chairman)
Patrick Bannon
Margaret Burke
Dr Susan Coote
Dara Deering
Sarah Dempsey
Marcella Flood
Bryan Harty
Mark Mitchell
Edel O’Kelly
Dr Kilian Smith

**CHIEF EXECUTIVE &
COMPANY SECRETARY**

Ava Battles

HONORARY LIFE MEMBERS

Paul Hogan
William Lonergan
Allen O’Connor

FINANCE, AUDIT & RISK COMMITTEE

Martin Nolan (Chairman)
Manfred Huschka
Seán Murphy
Patrick Stronge
Memory Chipere (in attendance)
Ava Battles (in attendance)

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

DIRECTORS AND OTHER INFORMATION (CONTINUED)

AUDITORS	Deloitte & Touche Chartered Accountants and Statutory Audit Firm Deloitte & Touche House Earlsfort Terrace Dublin 2
PRINCIPAL BANKERS	Bank of Ireland College Green Dublin 2
SOLICITORS	Joynt & Crawford 8 Anglesea Street Dublin 2
REGISTERED OFFICE	80 Northumberland Road Dublin 4
CHARITY NUMBER	CHY 5365
COMPANY NUMBER	296573
DATE OF INCORPORATION	8 th October 1999
YEAR THE SOCIETY WAS FOUNDED	1961

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

DIRECTORS' REPORT

The Directors present their annual report and the audited consolidated financial statements for the year ended 31 December 2013.

In this report the Directors of The Multiple Sclerosis Society of Ireland ("MS Ireland") present its activities, governance, achievements and finances for the year ended 31 December 2013.

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND MISSION AND OBJECTIVES

Mission Statement

"to enable and empower those affected by MS to live the life of their choice to their fullest potential".

- To facilitate People with MS (hereinafter referred to as "PwMS") to control their lives and environment, to live with dignity and participate in the community;
- To provide support for the families and carers of PwMS;
- To co-operate with the medical, scientific, social and caring professions to promote scientific research into the causes of, cure for and management of MS, and the alleviation of medical and social symptoms;
- To exchange and disseminate information relating to MS;
- To provide an identifiable focal point by developing an efficient, effective and caring organisation to serve the needs of People affected by MS (hereinafter referred to as "PaMS").

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Board

The Society is directed by a voluntary Board which comprises people with varied backgrounds, some with MS. Its function is to provide leadership, develop strategy, formulate effective policies and oversee their implementation, ensure good governance and financial control. The Board is provided with regular financial and operational information.

Detailed budgets are prepared in line with the Strategic Plan (2012 – 2014) and are reviewed by the Finance, Audit & Risk Committee and further reviewed and approved by the Board. Actual results and outcomes are compared against the budget to ensure alignment with the Plan and to maintain tight budgetary control and value for money.

Governance of MS Ireland is conducted in accordance with its Memorandum and Articles of Association, which were adopted in November 1998 and amended up to and including 18th June 2005.

The Board continues to be committed to a high level of transparency and disclosure in relation to staff remuneration. As in previous years, Note 4 to the Accounts provides details on Staff Remuneration in line with the Statement of Recommended Practice (SORP) as developed by the Accounting Standards Board.

The Branches, Council and Committees

The structure of the Council has changed in parallel with the introduction of the Integrated Regional / Branch meetings. The Council is the consultative body that represents the views of the 39 Branches around the country. The Council provides a direct link between members, Branches and the Board. The voluntary branches fundraise for and provide local services and programmes. The following committees are appointed by the Board to aid in the internal workings of the Society.

1. Nominating Committee
2. Fundraising Committee
3. Governance Committee
4. Remuneration Committee
5. Services Monitoring & Evaluation Committee
6. Finance, Audit and Risk Committee
7. Healthcare Advisory & Research Committee

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

DIRECTORS' REPORT (CONTINUED)

Management

The Chief Executive, to whom day to day management of the charity is delegated, leads a team of 78 employees working throughout the National Office, the MS Care Centre and 10 regional offices, plus an additional 49 Community Employment workers employed with the support of FÁS.

National Office is the base for the overall administrative and support services of the Society, including Finance, IT, HR, Communications and the MS Information Line. Regional offices provide services to PwMS, PaMS and support to the network of branches throughout the country. Service development and operations currently sit within the remit of the Chief Executive & Services Manager.

The Board of MS Ireland met on 5 occasions during the year. Seven Committees assisted with the work of the Board during 2013.

REVIEW OF ACTIVITIES

The principal activities of the Society in 2013 included:

- The provision of support, community rehabilitation (including physio and physical exercise), health promotion, coping strategies and well being services to PwMS and their families on a regional basis through a development programme (community development work) and individual and family support work (casework and counselling).
- The provision of information and advice, individually and in groups to PwMS & health professionals through regional outlets, website and the MS Information Line Telephone 1850 233 233.
- The provision of respite care, MS Nurse specialism and therapy services in the 12 bed MS Care Centre.
- In November 2013 the Care Centre registered for HIQA (Health Information and Quality Authority) accreditation and we are reviewing our standards in line with HIQA's requirements.
- MS Nurse Professional which is a European focused e-learning training curriculum for nurses beginning their career in the field of MS, was launched in November 2013.
- The organisation began implementing the recommendations of the Organisational Review, which prioritised its activities in light of diminished State and fundraised income. The outcome of the Review was incorporated into our Strategic Plan for 2012 – 2014.
- The provision of welfare and financial assistance services through branches.
- Branch services including support groups, social activities, therapies and welfare supported by voluntary fundraising locally.
- Issues/concerns affecting PwMS and their carers individually and collectively were presented on an on-going basis in submissions to Government/State agencies and in public awareness campaigns.
- MS Ireland actively participated in European and International MS fora.
- MS Ireland participated at a national level on the Board of the Neurological Alliance of Ireland.
- Major fundraising activities included the MS Readathon, the MS raffle and we hosted walks to the Camino de Santiago in Spain, Romania and our national walk was based in Connemara.
- Young People with MS was the focus for World MS Day in 2013 and the tag line which was the theme for World MS Day was "What's Your Motto?"

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

DIRECTORS' REPORT (CONTINUED)

REVIEW OF ACTIVITIES (CONTINUED)

- There was a gathering of young people with MS in Dublin on 11th May which focused on achieving goals, employment, education, entitlements and living life to the full.
- The AGM and National Meeting Day was held in the Clayton Hotel, Galway.
- A more detailed review of the Society's activities is included in the 2013 Annual Report which is available on the website.

MAJOR RISKS FACING THE SOCIETY

The Board are responsible for ensuring that the major risks facing the Society are appropriately managed. This is a continuous process reflecting the changing priorities and circumstances facing the Society. During the year the major risks facing the Society as defined by the Board and the management team have been reviewed and their potential impact assessed. In particular, cost cutting measures were applied across all areas of expenditure to reflect the decrease in state funding and the uncertainty of fundraising income. Strategies and controls aimed at managing risks appropriately have been agreed, many of which are already in place and effective; others are being developed further especially with regard to uncertainty around income. In many cases the control processes are subject to continuous improvement. Given the objectives of the Society, and the nature of the activities by which it furthers them, some of the risks have to be accepted: it is not possible for the Society to eliminate them. However, appropriate steps have been taken to mitigate them where possible.

FUTURE DEVELOPMENTS

In 2014 we will continue to work towards the achievement of our goals and objectives. The Board of MS Ireland is committed to building a Society which is integrated, effective, outcome-driven and accountable.

The Strategic Plan for 2012 - 2014 is being implemented by the Board and we are working towards the achievement of the objectives outlined in the Plan. The Plan follows a sequence from the general or fundamental objectives of the organisation to the specific (the programmes and activities to be implemented over the three years), covering the organisation's mission statement, vision, goals and strategies along the way. Department/regional/individual plans have been prepared for the different divisions of the organisation, staff and volunteers.

The key goals are as follows:

- To provide appropriate quality nationwide services based on individual and family needs.
- To advocate and represent the views and concerns of people who use our services at a local, national and international level.
- To provide timely, accurate, sensitive and accessible information to people who use our services and educational activities for health professionals.
- To fund research (subject to the availability of funding) and the dissemination of national and international research developments in an accessible format.
- To represent the views and concerns of service users at a local, national and international level.
- To continue developing an efficient and effective organisation that supports our services, staff and volunteers within available resources.
- To source, fundraise and effectively manage our financial resources to fund the services and activities of the organisation.

FUTURE DEVELOPMENTS (CONTINUED)

In 2014 we will:

- Continue to implement the Strategic Plan 2012 – 2014.
- Develop a Strategic Plan for 2015 onwards. In developing the Plan, we will be surveying members.
- Rollout the integrated model which involves National Office, the Regional Offices and Branches working in a co-ordinated way.
- Review and develop our suite of services provided by professionals and volunteers.
- Continue Branch training.
- Continue with regional community activities/programmes, services.
- Continue to develop our assessment programme at the Care Centre.
- Continue to provide high quality respite care for people with MS.
- The Care Centre in 2011 received international accreditation from CHKS (Comparative Health Knowledge System). In September 2014 we will renew our accreditation.
- Increase the promotion of the work of MS Ireland and highlight the needs of PwMS through representations, communication and P.R.
- Develop MS Ireland's proactive position in the neurological pathway.
- Continue to work with University of Limerick around exercise/activity based interventions for PwMS.
- Review and increase our fundraising efforts.
- Continue to work on adopting the Code of Governance and finalise the adoption of the ICTR Guiding Principles for Fundraising.

FINANCIAL REVIEW

The consolidated results for the year are set out on page 14.

Incoming resources

Income totalled €6,718,183 which represents a decrease of €587,186 (8%) on 2012.

Resources expended

During the year €6,643,031 (2012: €7,130,472) was spent on the provision of services to PwMS, reflecting a decrease of €487,441 (7%) on 2012. This decrease in expenditure was in line with the decrease in income and directly impacted on the quality of life for PwMS and their carers.

Financial position at the end of the year

The fund balances totaled €7,492,352 at the end of the year.

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

DIRECTORS' REPORT (CONTINUED)

DIRECTORS AND SECRETARY

The present membership of the Board is set out on page 2 under the heading Board of Directors. Joe Cahill and Seán Murphy resigned as directors on 28 September 2013 and Edel O'Kelly was appointed director on the same date. Patrick Bannon was appointed director on 19 October 2013. Lorna Mitchell resigned as director on 12 November 2013. Sarah Dempsey and Marcella Flood were appointed directors on 30 November 2013.

SUBSIDIARY UNDERTAKINGS

The information required by the Companies Act, 1963 in relation to subsidiary undertakings is presented in Note 6 to the financial statements.

BOOKS OF ACCOUNT

To ensure that proper books and accounting records are kept in accordance with Section 202 of the Companies Act, 1990, the directors have employed appropriately qualified accounting personnel and have maintained appropriate computerised accounting systems. The books of account are located at 80 Northumberland Road, Dublin 4.

AUDITORS

The auditors, Deloitte & Touche, Chartered Accountants and Statutory Audit Firm, continue in office in accordance with Section 160 (2) of the Companies Act, 1963.

Signed on behalf of the Board:

Manfred Huschka
Director

Patrick Stronge
Director

Date: 19th July 2014

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

STATEMENT OF DIRECTORS' RESPONSIBILITIES

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 the group and of the profit or loss of the group for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies for the Group and the Parent Company Financial Statements 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 are responsible for keeping proper books of account which 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 comply with Irish statute comprising 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. The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

We have audited the financial statements of The Multiple Sclerosis Society of Ireland for the year ended 31 December 2013 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Company Balance Sheet, the Consolidated Cashflow Statement, the Statement of Accounting Policies and the related notes 1 to 20. The financial reporting framework that has been applied in their preparation is applicable 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 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 explained more fully in the Statement of Directors' Responsibilities, 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 group's and the parent 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 Reports and Consolidated Financial Statements for the year ended 31 December 2013 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 group's and the company's affairs as at 31 December 2013 and of the group's net incoming resources for the year then ended; and
- have been properly prepared in accordance with the Companies Acts, 1963 to 2013.

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.
- In our opinion the information given in the directors' report is consistent with the financial statements.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND**

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.

Marguerite Larkin
For and on behalf of Deloitte & Touche
Chartered Accountants and Statutory Audit Firm
Dublin

Date: 19th July 2014

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

STATEMENT OF ACCOUNTING POLICIES

BASIS OF PREPARATION

The financial statements are prepared in accordance with accounting standards generally accepted in Ireland and Irish statute comprising the Companies Acts, 1963 to 2013 and under the historical cost convention. The financial statements have also been prepared in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities (Revised 2005)".

BASIS OF CONSOLIDATION

The consolidated financial statements include the financial statements of The Multiple Sclerosis Society of Ireland (the parent undertaking) and its subsidiary undertakings, The Multiple Sclerosis C.E.P. Company Limited and MS Ireland Housing Association Limited. Transactions between the national office, branches, MS care centre (including The Multiple Sclerosis C.E.P. Company Limited) and MS Ireland Housing Association Limited have been eliminated.

INCOMING RESOURCES

Income is accounted for when the Society has entitlement, there is certainty of receipt and the amount is measurable.

Grants from statutory bodies are credited to income in the year to which they relate.

Member subscriptions are taken to revenue in the year in which they are received.

Gifts of assets are included in income at a reasonable estimate of their value, at the date received. These assets are treated as either tangible fixed assets or current assets depending on whether the gift is to be disposed of or retained for use by the Group. Gifts for fundraising purposes are accounted for when realised.

DEFERRED INCOME AND EXPENDITURE

Funds received and expenditure incurred by the Group for fundraising events to be held in the future are treated as deferred income and expenditure.

STOCKS

Stocks, which comprise fundraising materials, are stated at the lower of cost and net realisable value.

FIXED ASSETS AND DEPRECIATION

Fixed assets are recorded at cost less accumulated depreciation.

Depreciation is provided at rates calculated to write off the cost of the assets over their estimated useful lives. The rates and methods of depreciation are as follows:-

Freehold Premises	2% straight line
Office Equipment	20% Straight line
Computer Equipment	33% straight line
Furniture and Fittings	20% straight line
Members' Equipment	20% straight line
Branches Motor Vehicles/Mobile Homes	10% Straight line

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

STATEMENT OF ACCOUNTING POLICIES (CONTINUED)

GRANTS

Where the grant is received in advance, its recognition is deferred and included in creditors. Where entitlement occurs before income is received, it is accrued in debtors. Capital grants are accounted for as income as soon as they are receivable.

LEASED ASSETS

All leases entered into by the Group are operating leases. Operating lease costs are charged to the Statement of Financial Activities in the period to which they relate.

PENSION COSTS

The company operates a defined contribution pension scheme. Retirement benefits to employees of the Group are funded by contributions from the Group and the employees. Payments are made to pension trusts which are financially separate from the Group. These payments, which are made in accordance with periodic calculations by consulting actuaries, are charged in the Statement of Financial Activities in the period in which they become payable.

RESEARCH

Expenditure on research projects is charged to the Statement of Financial Activities as incurred.

FUND ACCOUNTING

The following are the categories of funds maintained:

Restricted funds:

Restricted funds represent grants, donations and legacies which can only be used for the particular purposes specified by the donors. Such purposes are within the overall objectives of the Group.

Unrestricted funds:

General funds represent amounts which are expendable at the discretion of the National Executive Committee, in furtherance of the objectives of the Group.

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2013

	Notes	Unrestricted Funds 2013 €	Restricted Funds 2013 €	Total Funds 2013 €	Total Funds 2012 €
INCOMING RESOURCES					
Incoming resources from generated funds:					
Voluntary Income					
- Donations and fundraising		2,641,533	29,450	2,670,983	2,948,243
- Legacies		25,831	92,148	117,979	424,919
- Research		-	74,470	74,470	21,305
- Subscriptions		1,810	-	1,810	3,190
Activities for generating funds					
- Trading		-	-	-	-
Incoming resources from charitable activities					
- Fees received		244,351	-	244,351	241,877
- Grants and other service contract income	3	-	2,730,664	2,730,664	2,714,844
- Government schemes		-	745,427	745,427	749,283
- Other income		53,616	78,883	132,499	201,708
Total incoming resources	1	<u>2,967,141</u>	<u>3,751,042</u>	<u>6,718,183</u>	<u>7,305,369</u>
RESOURCES EXPENDED					
Costs of generating funds					
Costs of generating voluntary income					
- Fundraising		880,490	-	880,490	983,436
Charitable activities					
- Community services		766,820	2,112,088	2,878,908	2,925,722
- Respite care services		377,958	865,928	1,243,886	1,268,596
- Research		16,471	21,948	38,419	42,215
- Government/CEP schemes		6,656	745,427	752,083	759,451
- Local MS services		787,940	1,585	789,525	1,090,490
Other resources expended					
- Trading		-	-	-	-
Governance costs		59,720	-	59,720	60,562
Total outgoing resources		<u>2,896,055</u>	<u>3,746,976</u>	<u>6,643,031</u>	<u>7,130,472</u>
Net incoming resources	2/12	<u>71,086</u>	<u>4,066</u>	<u>75,152</u>	<u>174,897</u>

All gains and losses arose from continuing activities and are included in the Statement of Financial Activities for the current and prior year.

The financial statements were approved by the Board of Directors on 19th July 2014 and signed on its behalf by:

Manfred Huschka
Director

Patrick Stronge
Director

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND
CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2013

		2013	2012
	<i>Notes</i>	€	€
FIXED ASSETS			
Tangible fixed assets	5	6,425,663	6,630,872
CURRENT ASSETS			
Stocks		9,327	13,744
Debtors	7	363,650	420,301
Investments	8	15,381	15,508
Cash at bank and in hand	9	3,744,595	3,588,491
		4,132,953	4,038,044
CREDITORS: (Amounts falling due within one year)	10	(820,711)	(820,535)
NET CURRENT ASSETS		3,312,242	3,217,509
TOTAL ASSETS LESS CURRENT LIABILITIES		9,737,905	9,848,381
CREDITORS: (Amounts falling due after more than one year)	11	(2,245,553)	(2,431,181)
NET ASSETS		7,492,352	7,417,200
FUNDED BY:			
Restricted funds	12	1,591,890	1,587,824
Unrestricted funds	12	5,900,462	5,829,376
FUNDS		7,492,352	7,417,200

The financial statements were approved by the Board of Directors on 19th July 2014 and signed on its behalf by:

Manfred Huschka
Director

Patrick Stronge
Director

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND
COMPANY BALANCE SHEET AS AT 31 DECEMBER 2013

	<i>Notes</i>	2013 €	2012 €
FIXED ASSETS			
Tangible fixed assets	5	6,425,663	6,630,872
Investment in subsidiary undertaking	6	1	1
		<u>6,425,664</u>	<u>6,630,873</u>
CURRENT ASSETS			
Stocks		9,327	13,744
Debtors	7	334,716	400,483
Investments	8	15,381	15,508
Cash at bank and in hand	9	3,687,171	3,548,388
		<u>4,046,595</u>	<u>3,978,123</u>
CREDITORS: (Amounts falling due within one year)	10	(734,354)	(760,615)
NET CURRENT ASSETS		<u>3,312,241</u>	<u>3,217,508</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>9,737,905</u>	<u>9,848,381</u>
CREDITORS: (Amounts falling due after more than one year)	11	(2,245,553)	(2,431,181)
NET ASSETS		<u>7,492,352</u>	<u>7,417,200</u>
FUNDED BY:			
Restricted funds	12	1,591,890	1,587,824
Unrestricted funds	12	5,900,462	5,829,376
FUNDS		<u>7,492,352</u>	<u>7,417,200</u>

The financial statements were approved by the Board of Directors on 19th July 2014 and signed on its behalf by:

Manfred Huschka
Director

Patrick Stronge
Director

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2013

	<i>Notes</i>	2013 €	2012 €
NET CASH INFLOW FROM OPERATING ACTIVITIES	<i>13(i)</i>	497,963	628,284
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		<u> </u>	<u> </u>
Interest received		25,256	20,479
Interest paid		(91,636)	(99,795)
NET CASH OUTFLOW FROM RETURNS ON INVESTMENT AND SERVICING OF FINANCE		<u>(66,380)</u>	<u>(79,316)</u>
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT		<u> </u>	<u> </u>
Payments to acquire tangible fixed assets		(102,261)	(18,087)
Proceeds from disposal of tangible fixed assets		7,098	-
NET CASH OUTFLOW FROM CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT		<u>(95,163)</u>	<u>(18,087)</u>
NET CASH INFLOW BEFORE MANAGEMENT OF LIQUID RESOURCES AND FINANCING		<u>336,420</u>	530,881
FINANCING		<u> </u>	<u> </u>
Movement in bank term loan	<i>11</i>	(180,316)	(174,907)
INCREASE IN CASH	<i>13(ii)</i>	<u><u>156,104</u></u>	<u><u>355,974</u></u>

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

1. INCOMING RESOURCES/RESOURCES EXPENDED	2013	2012
	€	€
INCOMING RESOURCES		
Community Services-National and Regional	2,206,093	2,101,624
Fundraising- National office and Regional	1,636,987	2,309,618
Local MS Services-Branches	1,048,205	1,069,745
Respite Care Services	1,081,471	1,075,099
Government Schemes	745,427	749,283
TOTAL INCOMING RESOURCES	6,718,183	7,305,369
RESOURCES EXPENDED		
Community Services-National and Regional	2,946,243	2,999,078
Fundraising –National Office	817,248	880,609
Local MS Services-Branches	880,678	1,222,738
Respite Care Services	1,243,886	1,268,596
Government Schemes	754,976	759,451
TOTAL OUTGOING RESOURCES	6,643,031	7,130,472
NET INCOMING RESOURCES	75,152	174,897
2. NET INCOMING RESOURCES		
	2013	2012
	€	€
The net incoming resources for the year are stated after charging:		
Depreciation	296,975	219,004
Interest payable and similar charges	91,636	99,795
Auditors' remuneration - group	24,354	24,354
- branches	26,992	27,975
- Government/CEP Schemes	2,891	2,891
Directors' remuneration	-	-
Operating lease rentals	29,767	29,767
Loss on retirements and disposals of tangible fixed assets	3,524	10,200
and after crediting:		
Interest received	25,256	20,479

Board member's travel and subsistence expenses in attending meetings in 2013 were €3,704 (2012: € 6,031). No emoluments are paid to Board members.

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2013

3. GRANTS

	2013 €	2012 €
HSE-Statutory Funding	2,494,969	2,534,554
HSE-National lottery Funding	95,942	88,934
Pobal Funding-Craga Grant	56,520	60,000
Vodafone Ireland Foundation Grant	46,810	7,490
HSE-Other Grants	27,715	12,516
Other Grants-Non HSE	8,708	11,350
	<u>2,730,664</u>	<u>2,714,844</u>

4. EMPLOYEES AND REMUNERATION

The average number of persons employed by the Group in the financial year was 78 (2012: 82), analysed into the following categories:

	2013 No.	2012 No.
Regional services	30	31
Administration	17	16
Fundraising activities	5	5
Care	23	27
Services	3	3
	<u>78</u>	<u>82</u>

The numbers shown above are exclusive of persons contracted to provide counselling and therapy services and 49 (2012: 42) persons employed under the FÁS Community Employment Schemes.

	2013 €	2012 €
Total staff costs comprised of the following:		
Wages and Salaries	2,633,547	2,662,132
Employer social welfare costs	271,229	270,252
Employer pension contributions	95,011	98,853
	<u>2,999,787</u>	<u>3,031,237</u>

The Group also receives significant support from voluntary workers.

The number of employees whose emoluments, excluding employer pension contributions, were greater than €65,000 is set out below:

	2013 Number	2012 Number
€65,000 - €75,000	2	2
€85,000 - €95,000	1	1
	<u>3</u>	<u>3</u>

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2013

5. TANGIBLE FIXED ASSETS

GROUP AND COMPANY

	Freehold Premises	Office Equipment	Computer Equipment	Furniture & Fittings	Motor Vehicles	Branches Mobile Homes/ Motor Vehicles	Total €
	€	€	€	€	€	€	€
Cost:							
At 1 January 2013	8,046,543	203,994	175,671	315,440	32,907	253,934	9,028,489
Additions	-	376	9,590	28,795	-	63,500	102,261
Retirals/Disposals	-	-	-	-	-	(78,408)	(78,408)
At 31 December 2013	8,046,543	204,370	185,261	344,235	32,907	239,026	9,052,342
Depreciation:							
At 1 January 2013	1,648,956	98,503	173,203	277,100	31,232	168,623	2,397,617
Charge for the year	160,932	87,939	3,256	22,657	1,675	20,516	296,975
Retirals/Disposals	-	-	-	-	-	(67,913)	(67,913)
At 31 December 2013	1,809,888	186,442	176,459	299,757	32,907	121,226	2,626,679
Net Book Value:							
At 31 December 2013	6,236,655	17,928	8,802	44,478	-	117,800	6,425,663
At 31 December 2012	6,397,587	105,491	2,468	38,340	1,675	85,311	6,630,872

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2013**

6.	INVESTMENT IN SUBSIDIARY UNDERTAKING	2013	2012
		€	€
	COMPANY		
	Cost:		
	Balance at beginning and end of year	1	1
		<u>1</u>	<u>1</u>

The Multiple Sclerosis Society of Ireland through its wholly owned subsidiary undertaking, The Multiple Sclerosis C.E.P. Company Limited, operates a Community Employment Scheme at 65 Bushy Park Road, Rathgar, Dublin 6. The registered office of the subsidiary is 80 Northumberland Road, Dublin 4.

MS Ireland Housing Association Limited was also a subsidiary of the Multiple Sclerosis Society of Ireland. The MS Ireland Housing Association Limited, which did not trade since incorporation, was dissolved on 23 October 2013.

7.	DEBTORS	2013	2012
		€	€
	GROUP		
	Amounts due from fundraising activities	82,103	149,744
	Prepayments	74,524	79,775
	Community Employment Schemes	109,799	79,672
	HSE grants	46,088	72,694
	Residents fees and other Debtors	41,149	26,059
	Deferred fundraising expenditure	9,987	6,600
	Legacy due	-	5,757
		<u>363,650</u>	<u>420,301</u>
	COMPANY		
	Amounts due from fundraising activities	82,103	149,744
	Prepayments	74,524	79,775
	HSE grants	46,088	72,694
	Community Employment Schemes	36,218	35,140
	Residents fees and other Debtors	41,149	26,059
	Amount due from subsidiary	44,647	24,714
	Deferred fundraising expenditure	9,987	6,600
	Legacy due	-	5,757
		<u>334,716</u>	<u>400,483</u>

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2013

8. INVESTMENTS GROUP AND COMPANY	2013 €	2012 €
At 1 January and 31 December (principally prize bonds)	15,381	15,508
	<hr/> <hr/>	<hr/> <hr/>
9. CASH AT BANK AND IN HAND	2013 €	2012 €
GROUP		
National and Regional services	2,399,863	2,180,756
Branches	1,287,308	1,367,632
CEP Company	57,424	40,103
	<hr/> 3,744,595 <hr/>	<hr/> 3,588,491 <hr/>
COMPANY		
National and Regional services	2,399,863	2,180,756
Branches	1,287,308	1,367,632
	<hr/> 3,687,171 <hr/>	<hr/> 3,548,388 <hr/>
10. CREDITORS: (Amounts falling due within one year)	2013 €	2012 €
GROUP		
Trade creditors and accruals	355,805	367,429
Bank term loan (note 11)	189,939	184,627
Deferred income	105,759	121,908
Community Employment Schemes	101,930	78,265
PAYE/PRSI	67,278	68,306
	<hr/> 820,711 <hr/>	<hr/> 820,535 <hr/>
COMPANY		
Trade creditors and accruals	355,805	367,429
Bank term loan (note 11)	189,939	184,627
Deferred income	105,759	121,908
PAYE/PRSI	67,278	68,306
Community Employment Schemes	15,573	18,345
	<hr/> 734,354 <hr/>	<hr/> 760,615 <hr/>

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2013**

11. CREDITORS: (Amounts falling due after more than one year)	2013	2012
	€	€
GROUP AND COMPANY		
Bank term loan	2,245,553	2,431,181
	<u> </u>	<u> </u>

The loan is repayable by monthly instalments of €21,781 of which €15,386 represents capital repayments. As at 31 December 2013 the balance remaining on the loan was €2,435,492 of which an amount of €815,164 was fixed for 10 years at an interest rate of 3.74%, €808,074 was fixed for 5 years at an interest rate of 3.04% and €812,254 was on variable terms at an average interest rate of 2.5%.

The maturity analysis of the bank loan at 31 December is as set out below:

	2013	2012
	€	€
Within one year	189,939	184,627
Within two to five years	815,322	792,699
After more than five years	1,430,231	1,638,482
	<u> </u>	<u> </u>
	<u>2,435,492</u>	<u>2,615,808</u>

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2013

12. FUNDS

GROUP	Restricted Funds €	Unrestricted Funds €	Total Funds €
Funds at beginning of year	1,587,824	5,829,376	7,417,200
Movement during year	4,066	71,086	75,152
Funds at end of year	1,591,890	5,900,462	7,492,352

The movement in restricted funds in the year was as follows:

Restricted fund	Fund balance at beginning of year €	Movements during year €	Fund balance at end of year €
Capital grants	982,334	(26,721)	955,613
Other	445,950	(51,715)	394,235
J. P. McManus	159,540	(62,168)	97,372
Research	-	52,522	52,522
Bequest-Wexford	-	92,148	92,148
Total	1,587,824	4,066	1,591,890

The restricted funds are represented by fixed assets of €955,613 (2012: €982,334) and net current assets of €636,277 (2012: €605,490).

The J.P. McManus Fund is restricted to expenditure in the Mid-West region, Bequest is restricted to expenditure in Wexford and Research fund is restricted to research expenditure. The other restricted funds include funds received from the National Lottery, funds received for the Care Centre Appeal and funds received for Getting the Balance Right Programme.

COMPANY

	Restricted Funds €	Unrestricted Funds €	Total Funds €
Funds at beginning of year	1,587,824	5,829,376	7,417,200
Movement during year	4,066	71,086	75,152
Funds at end of year	1,591,890	5,900,462	7,492,352

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2013

13. NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT

(i) RECONCILIATION OF CHANGES IN RESOURCES TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2013 €	2012 €
Net incoming resources	75,152	174,897
Interest received	(25,256)	(20,479)
Interest payable	91,636	99,795
Depreciation	296,975	219,004
(Increase)/decrease in stocks	4,417	(4,133)
Decrease in debtors	56,651	284,012
Decrease in creditors	(5,136)	(135,012)
Loss on retirals and disposals of tangible fixed assets	3,397	10,200
Loss on write off of investments	127	
Net cash inflow from operating activities	<u>497,963</u>	<u>628,284</u>

(ii) RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET CASH

	2013 €	2012 €
Increase in cash in year	156,104	355,974
Cash flow from debt financing	180,316	174,907
Change in net cash	<u>336,420</u>	<u>530,881</u>
Net cash at beginning of year	972,683	441,802
Net cash at end of year	<u>1,309,103</u>	<u>972,683</u>

(iii) ANALYSIS OF NET CASH

	2012 €	Cash Flow	2013 €
Cash at bank and in hand	3,588,491	156,104	3,744,595
Debt due within one year	(184,627)	(5,312)	(189,939)
Debt due after one year	(2,431,181)	185,628	(2,245,553)
	<u>972,683</u>	<u>336,420</u>	<u>1,309,103</u>

14. TAXATION

The company has been granted charitable status, and accordingly no charge to corporation tax arises by virtue of Section 208 of the Taxes Consolidation Act, 1997.

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2013**

15. GIFTS IN KIND

The Group receives financial support through the provision of services at reduced costs, from its advertisers, architects, printers, solicitors and other suppliers. The value of this support was approximately €13,060 in 2013 (2012: €14,000).

16. PENSIONS

The Group operates a defined contribution insured pension scheme for employees. The employer pension cost for the year was €95,011 (2012: €98,853) and the balance outstanding at the end of the year was €31,324 (2012: €16,065).

17. FUNDRAISING

The Group has a fundraising department. Commissions are not paid for any fundraising activities.

18. LEASE COMMITMENTS

Operating Leases:

Premises

Annual lease commitments at 31 December 2013 amount to €29,767 (2012: €29,767) and relate to leases which expire.

	2013	2012
	€	€
- Within one year	29,767	29,767
- Within two to five years	-	-
- After more than five years	-	-
	<u>29,767</u>	<u>29,767</u>
	<u><u>29,767</u></u>	<u><u>29,767</u></u>

19. OTHER COMMITMENTS

In certain circumstances grants received could become repayable by the Group.

There were no significant capital commitments contracted for by the group or company or authorised by the directors but not yet contracted for at 31 December 2013.

20. LEGAL STATUS

By virtue of Section 24 of the Companies Act, 1963 the company is exempt from including the word "Limited" in its name. The company is limited by guarantee and has no share capital. The amount of the guarantee is limited to €1.27 per member.

As permitted by Section 148(8) of the Companies Act, 1963 and Section 7(1A) of the Companies (Amendment) Act, 1986, the Statement of Financial Activities of the parent undertaking is not presented as part of these financial statements. The net incoming resources dealt within the financial statements of the Company were €75,152 (2012: €174,897).