

**Medical Council Financial Information 2014 / 2015**

	<b><u>Pre- audit 2014</u></b>	<b><u>Projected 2015</u></b>
Income	11,136,846	11,546,951
Salary, Pension & Allowances	(4,863,887)	(5,549,822)
Legal Fees	(2,605,543)	(3,053,909)
Rent & Rates	(1,137,523)	(1,149,760)
Other	<u>(1,780,106)</u>	<u>(3,193,526)</u>
<b>Profit/ (Loss)</b>	<b>749,787</b>	<b>(1,400,066)</b>

**2014 Overview;**

- Breakdown of wage related costs; Salaries 66%, Pensions 26%, Allowances 5% and temporary staff 3%
- Outlier in terms of decreased inquiry activity, 80% compliment of sanctioned staff resource, outstanding legal appeals not crystallising when anticipated.
- Significant work has been undertaken to reduce operating expenditure where possible and increase efficiencies particularly in the areas of legal fees and business process improvement within the Core activity areas such as registration
- Anticipated profit of €750,000 prior to any audit adjustments
- Net asset position increased from €1,272,169 to €2,948,288 which will aid in the recovery of the accumulated deficit of €4.2 million

**2015 Projections;**

- A financial strategic review was undertaken in 2014 to aid the Medical Council in eliminating the accumulated deficit and return our net assets to a more healthy level
- Increased Council mandates as well as a demanding Statement of Strategy commitment and significant pension liabilities are contributing to a minimum expenditure level to operate the Council of between €11 – €12 million
- Accordingly a difficult decision was made by Council to implement the Financial Strategic Review recommendations arising from Mazars report to increase the retention fees for all registrants below the age of 70 with the aim to remain static until 2018  
\* Excluding interns
- This will allow that Council greater ability to forecast and plan and service the implementation of the Statement of Strategy over the coming years
- A deficit has been projected for 2015 despite the increase to fees. This is primarily due to accounting adjustments such as Deferred Income which will see then Council return to surplus from 2016 onwards. Other factors affecting the bottom line include costs stemming from the Corbally judgement and the settlement of litigation concerning Tanat Ltd. and the headquarters at Kingram House.