

THE STATES OF JERSEY
DENTAL SCHEME

Annual Report
For the year ended 31 December 2005

THE STATES OF JERSEY DENTAL SCHEME

(Established by Act of the States of Jersey on 18 June 1991)

BOARD OF MANAGEMENT

Mr M Touzel (Chairman)
Miss J Waddell
Mr M Cassidy
Ms Milner
Mr J Wood

SECRETARY

Mr J Sowerby

REGISTERED OFFICE

PO Box 699
St Helier
Jersey JE4 OPD
Channel Islands

AUDITORS

PricewaterhouseCoopers CI LLP
Twenty Two Colomberie
St Helier
Jersey JE1 4XA
Channel Islands

THE STATES OF JERSEY DENTAL SCHEME

Chairman's Statement

Membership was relatively stable in 2005, standing at 1338 at the 31st December, compared to 1363 at 31st December 2004. The Family Income threshold for membership qualification, which increases by the mid-point of the Average Earnings Index and June Retail Prices Index, was increased to £37,665, with effect from 1st October 2005.

The Board has continued to review expenditure and procedures to ensure the cost-effective administration of the scheme and to publicise the benefits of Scheme membership directly to parents with the assistance of education staff at various secondary schools. This latter initiative has continued to prove to be a successful way of recruiting new members. In the latter part of the year the Scheme also received positive publicity in the local media: the result of these efforts meant that the Scheme enjoyed an increase in membership numbers in the latter part of 2005. Efforts to publicise the existence of the Scheme and its inherent benefits at every opportunity has now become a major objective as the benefits of good dental health are well documented and the Board is of the opinion that many more young people would qualify for the subsidies that are provided through the scheme.

I continue to believe that the Scheme provides excellent value and support to young people towards the cost of good dental health. My thanks go to the affiliated Dentists, and to the Member's parents for all their contributions throughout 2005 without which the Jersey Dental Fitness Scheme would not have achieved its goals. In addition, my thanks go to my fellow Board members who supported me throughout the year.

M Fouzel
Chairman

May 2006

THE STATES OF JERSEY DENTAL SCHEME

Statement of The Board Of Management and Treasurer's Responsibilities in respect of the Financial Statements

The Act of the States of Jersey establishing the Dental Scheme requires the Board of Management and the Treasurer of the Scheme to prepare financial statements which show a true and fair view of the state of the Scheme's affairs at the end of the year and of the surplus or deficit of the Scheme for the year then ended.

In preparing the financial statements the Board of Management and the Treasurer of the Scheme are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Scheme will continue to operate.

The Board of Management is responsible for causing proper accounting records to be kept which disclose with reasonable accuracy at any time the financial position of the Scheme.

The Board of Management is also responsible for safeguarding the assets of the Scheme and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT AUDITORS' REPORT TO THE BOARD OF MANAGEMENT FOR THE STATES OF JERSEY DENTAL SCHEME

We have audited the financial statements of The States of Jersey Dental Scheme for the year ended 31 December 2005 which comprise the Income and Expenditure Account, the Balance Sheet and the related notes.

Respective responsibilities of Board of Management and Auditors

The Board of Management and Treasurer of the Scheme's responsibilities for preparing the annual report and financial statements in accordance with United Kingdom Accounting Standards are set out in the Statement of the Board of Management and Treasurer's Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing. This report, including the opinion, has been prepared for and only for the Board's members as a body and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or in to whose hands it may come save where expressly agreed by our prior consent in writing.

We report to you our opinion as to whether the financial statements give a true and fair view. We also report to you if, in our opinion, the Scheme has not kept proper accounting records, or if we have not received all the information and explanations we require for our audit.

We read the other information contained in the Annual Report and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. The other information comprises only the chairman's statement.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing issued by the International Auditing and Assurance Standards 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 Board in the preparation of the financial statements, and of whether the accounting policies are appropriate to the scheme'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 United Kingdom Accounting Standards, of the state of the scheme's affairs as at 31 December 2005 and of its surplus for the year then ended.

PricewaterhouseCoopers CI LLP

PricewaterhouseCoopers CI LLP
Chartered Accountants
Jersey, Channel Islands

9 June 2006

THE STATES OF JERSEY DENTAL SCHEME

Income and Expenditure Account For the year ended 31 December 2005

	<i>Notes</i>	<u>2005</u>	<u>2004</u>
		£	£
Income			
Members' subscriptions	4	72,921	67,475
Subsidy	4	99,189	94,200
Administration grant	5	30,000	30,000
Bank interest		560	447
		<u>202,670</u>	<u>192,122</u>
Expenditure			
Payments to dentists	4	163,781	160,766
Administrative expenses			
Administration	6	25,105	26,837
Advertising		339	331
Printing, postage and stationery		798	370
Audit and accountancy		1,305	1,130
Telephone		951	883
Bank charges		1,176	1,207
	5	<u>29,674</u>	<u>30,758</u>
Total expenses		<u>(193,455)</u>	<u>(191,524)</u>
Surplus/(deficit) of income against expenditure		9,215	598
Surplus brought forward		675	77
Surplus carried forward		<u>9,890</u>	<u>675</u>

There are no recognised gains and losses other than those included in the Income and Expenditure account above and therefore no separate statement of recognised gains and losses has been presented.

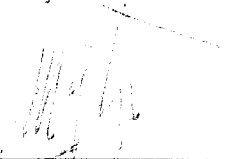
The notes on pages 7 and 8 form part of these financial statements.

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Balance Sheet as at 31 December 2005

	Notes	2005	2004
		£	£
Current assets			
Cash at bank		34,303	34,220
Debtors	7	7,500	-
Creditors (amounts falling due Within one year)	8	(31,913)	(33,545)
Net current assets		9,890	675
Total assets less current liabilities		9,890	675
Accumulated fund			
Accumulated surplus		9,890	675

Approved by the Board of Management on 31.05.2006 and signed on their behalf by


M Touzel

Chairman

The notes on pages 7 and 8 form part of these financial statements.

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Notes to the Financial Statements For the year ended 31 December 2005

1 Principal Accounting Policies

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom Accounting Standards.

Income and Expenditure

All income and expenditure is accounted for on an accruals basis.

2 Cash Flow

The scheme is exempt from producing a cash flow statement as required by Financial Reporting Standard No 1 'Cash Flow Statements', on the grounds that it is a small entity.

3 Tax

The scheme is exempt from paying tax.

4 Subscription Income

	2005	2004
	£	£
Members' subscriptions	72,921	67,475
Subsidy from the Employment & Social Security Committee	99,189	94,200
	<hr/>	<hr/>
	172,110	161,675
Amounts paid to dentists	(163,781)	(160,766)
	<hr/>	<hr/>
	8,329	909

5 Administration Grant

An annual grant is received from the Employment & Social Security Committee to allow payment of administrative expenses.

	2005	2004
	£	£
Grant received	30,000	30,000
Administrative expenses	(29,674)	(30,758)
	<hr/>	<hr/>
	326	(758)

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Notes to the Financial Statements

For the year ended 31 December 2005 (continued)

6 Administration Charge

CDP Sigma receives a fixed monthly payment of £1,150. Additionally £0.7311 (amended from £0.701 on 1 November 2005) is paid per month for each scheme member.

7 Debtors

	2005	2004
	£	£
Admin grant	7,500	-

8 Creditors (Amounts falling due within one year)

	2005	2004
	£	£
States' subsidy prepaid	4,917	7,446
Amounts due to dentists	14,046	13,493
Subscriptions paid in advance	9,346	9,377
Amounts due to CDP Sigma	2,374	2,129
Accruals	1,230	1,100
	31,913	33,545

9 Related Party Transactions

During the year the scheme received subsidies totalling £99,189 (as detailed in note 4) and an administration grant of £30,000 (as detailed in note 5) from the Department of Employment and Social Security.

10 Ultimate Controlling Party

The ultimate controlling party is The States of Jersey Department of Employment and Social Security.